STATE OF SOUTH CAROLINA ) (Caption of Case)  Revisions to Articles 3 and 4 of the Commission's Regulations )		BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA COVER SHEET					
					) ) ) )	DOCKET NUMBER: 2007	<u>- 19</u> <u>- EG</u>
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INDUSTRY (Check one)	NATURE OF ACTION (Check all that apply)						
Electric	Affidavit	Letter	Request				
⊠ Electric/Gas	Agreement	Memorandum	Request for Certification				
Electric/Telecommunications	Answer	Motion	Request for Investigation				
Electric/Water	Appellate Review	Objection	Resale Agreement				
Electric/Water/Telecom.	Application	Petition	Resale Amendment				
Electric/Water/Sewer	Brief	Petition for Reconsideration	on Reservation Letter				
Gas	Certificate	Petition for Rulemaking	Response				
Railroad	Comments	Petition for Rule to Show Car	use Response to Discovery				
Sewer	Complaint	Petition to Intervene	Return to Petition				
Telecommunications	Consent Order	Petition to Intervene Out of T	ime Stipulation				
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Water	Exhibit	Promotion	Tariff				
Water/Sewer	Expedited Consideration	Proposed Order	Other:				
Administrative Matter	Interconnection Agreement	Protest					
Other:	Interconnection Amendment	Publisher's Affidavit					
	Late-Filed Exhibit	Report					
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VIA HAND DELIVERY AND
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The Honorable Charles Terreni Chief Clerk and Administrator Public Service Commission of South Carolina 101 Executive Center Drive, Suite 100 Columbia, S.C. 29210

Re: Proposed revisions to Articles 3 and 4 of the Commission's regulations;

Docket No. 2007-19-EG

Dear Mr. Terreni:

Please allow this letter to serve as the comments of South Carolina Electric & Gas Company (SCE&G) on the proposed revisions to Articles 3 and 4 of the Commission's regulations. The Commission set forth proposed revisions to Articles 3 and 4, on which the electric and gas utilities and the Office of Regulatory Staff commented in mid-to-late 2006. Workshops were held involving the Commission staff, ORS, and the regulated utilities. A notice of drafting was published in the State Register on January 26, 2007.

In addition to the Commission's workshops, the regulated utilities and ORS met and discussed numerous proposals and revisions, and worked diligently to reach accord on various provisions. Those negotiations resulted in the proposed revised regulations submitted to the Commission by ORS on behalf of the regulated utilities and ORS on March 7, 2007 (Joint Proposal).

On May 9, 2007, the Commission filed proposed regulation amendments for Articles 3 and 4. In some instances these proposed regulations reflect suggestions contained in the March 7 Joint Proposal. SCE&G recognizes that these regulations are the Commission's regulations, and that it is within the Commission's authority and purview to advance proposed regulations that the Commission believes to be appropriate and prudent.

SCE&G respectfully requests that the Commission adopt the regulations as proposed in the joint draft filed on March 7. In support of advancing the jointly proposed regulations, SCE&G appreciates this opportunity to explain the rationale behind some of the suggested changes found in the Joint Proposal submitted on March 7.

### **Article 3 Comments**

# 103-312

Relating to subsection (C), SCE&G submits that due to increasing security concerns regarding the electric grid that maps and diagrams of the electric system be maintained only within the electric utility company and only made available for inspection by ORS upon request. In the current environment, SCE&G submits that keeping the line diagrams, locations of transmission circuits, generating stations, substations, and other critical transmission information available for any member of the public to view and make copies of is a policy the Commission may want to revisit. Should any of the maps become necessary for any proceeding, then such maps would be relevant and provided to the Commission for its review and consideration. However, SCE&G believes that maintaining complete copies of the entire electric system in a public file presents too great a security risk. Therefore, as reflected in the Joint Proposal, SCE&G requests that the language in (C) be amended to read that the maps and diagrams "be made available to the ORS" as opposed to kept on file with the Commission.

## 103-314

In conjunction with ORS and the other electric utilities, the language surrounding the "interruption" was proposed to be clarified in the Joint Proposal to recognize the current practice and make clear that the interruption contemplated in this regulation was an unscheduled interruption, as opposed to a scheduled or planned interruption, such as maintenance, which is contemplated in 103-381, for example. For this reason, SCE&G requests that the language advanced in the Joint Proposal be adopted.

# 103-315

Of particular concern to SCE&G is the proposed revision to the "accident" provision language found in 103-315. The current regulation has no dollar requirement for accident reporting, but rather requires reporting for serious injuries or serious property damage. The Commission's proposed language would impose a very low threshold dollar amount on what constitutes property damage, which could include minor damage, representing a major change from the current language.

Additionally, the proposed regulation would impose a significant burden on the electric utilities with the proposed notice requirement for property damage deemed to be under \$5,000. Essentially, the proposed regulation places a notification and reporting requirement for every action taken by an electric utility on a customer's or third party's property. This would cover

almost everything, including many instances in which the customer may not be aware that any action has taken place. For example, if SCE&G dug within its right-of-way to inspect, place, or repair an underground line, then under the proposed regulation SCE&G would be required to provide notice to the owner of the property that it did so and that the damage to the yard was less than \$5,000. In many cases, customers may not know that work is being performed, and the work may have nothing to do with the service to the customer. This provision would create many problems and result in the filing of frivolous and spurious complaints. Further, it places a massive administrative burden on the electric utilities because of the coordination, reporting, and daily mailings for just routine repair.

SCE&G respectfully requests that the Commission reconsider its proposed amendment to this regulation and adopt the language set forth below, which is reflected in the Joint Proposal.

### 103-315. Incidents.

- A. Each electrical utility shall, as soon as practicable, report to ORS each material incident in connection with the operation of the electrical utility's property, facilities, or service including, but not limited to: (a) serious injury or death of any person; (b) evacuation; and (c) damage to a third party's property that will require, in the electrical utility's commercially reasonable estimation, repair costs in excess of \$20,000. Such first report shall later be supplemented within thirty (30) days by a statement of the cause and details of the incident, based on the facts then known to the electrical utility, and the measures, if any, that have been taken to reduce the risk of similar incidents in the future.
- B. Each electrical utility shall establish and follow procedures for analyzing, reporting, and minimizing the possibilities of any future incidents.

The change in the title to "incidents" as opposed to "accidents" reflects the more inclusive nature of the above-language to include matters such as neighborhood evacuations that may not result in bodily harm or property damage but may nonetheless be an incident for which ORS should be notified. Additionally, recognizing some dollar amount may be warranted, SCE&G would propose \$20,000 as a reasonable estimate. In today's environment, it takes very little to reach this threshold amount, and even relatively minor incidents may be captured with this dollar amount. In many cases, accidents or property damage below that amount will be relatively minor and dealt with expediently through the normal course of business through claims and insurance. Also, SCE&G would note that its ability to report serious injury may be limited due to federal privacy laws, such as HIPAA, especially as it relates to a supplemental report.

# <u>103-331</u>

As a point of clarification and interpretation, SCE&G comments that the phrase "reliable source" should be a reliable source in the electric utility's sole but reasonable discretion. A reliable source may include a satisfactory history of payment to another utility, for example, which is reflected in the Joint Proposal, but should not include a letter from a credit card company stating that the account is in good standing. This type of credit risk should be left to the discretion of the electric utility for its determination, since bad debt and the failure of some customers to pay bills affects other customers who have to subsidize that bad debt. SCE&G requests that the Commission adopt the specific language in the Joint Proposal substituting "electrical utility" for "reliable source."

## 103-339

In subsection 2, SCE&G requests that clause (f) be deleted. The requirement for placing the "fuel adjustment" on the bill is an anachronism. When this regulation was first enacted, there was no public notice or process related to fuel adjustments. However, with the Commission's annual review of fuel adjustments as formal proceedings, notification to the customers of the fuel adjustment, and as the fuel adjustment is rolled into the monthly rate on an annual basis, there is no longer a need for this provision. Therefore, SCE&G respectfully requests that it be deleted.

## 103-352

The proposed regulation appears to incorporate the statutory language found in S.C. Code Ann. § 58-27-2510 et seq. related to special needs account customers. As a threshold matter, it is important to recognize that the special needs account customers are a separate and distinct body of customers that is addressed by statutory language. Those processes and procedures vary from other customers to whom this section is addressed. Duplicating the language of the statute does not appear to provide any benefit, since the requirements are already mandated by law, and has the possibility of creating confusion. Additionally, should the statute be amended by the General Assembly, the Commission's regulation may very well conflict with the amended statute.

SCE&G proposes that the regulation be revised to acknowledge the statutory treatment of special needs account customers without restating the statutory requirements or creating the potential for confusion and conflict at a later date. Therefore, SCE&G proposes that the Commission revise the regulation to state: "Except as otherwise provided in S.C. Code Ann. § 58-27-2510 et seq., as amended, prior to termination. . .", as reflected in the Joint Proposal.

# **Article 4 Comments**

### 103-415

Of particular concern to SCE&G is the proposed revision to the "accident" provision language found in 103-415. The Commission's proposed language would retain the low threshold dollar amount for property damage (which includes minor damage) and impose a

significant burden on the gas utilities with the proposed notice requirement for property damage deemed to be under \$5,000. Essentially, the proposed regulation places a notification and reporting requirement for every action taken by a gas utility on a customer's or third party's property. This would cover almost everything, including many instances in which the customer may not be aware that any action has taken place. For example, if SCE&G dug within its right-of-way to inspect, place, or repair an underground line, then under the proposed regulation SCE&G would be required to provide notice to the owner of the property that it did so and that the damage to the yard was less than \$5,000. In many cases, customers may not know that work is being performed, and the work may have nothing to do with the service to the customer. This provision would create many problems and result in the filing of frivolous and spurious complaints. Further, it places a massive administrative burden on the gas utilities because of the coordination, reporting, and daily mailings for just routine repair.

SCE&G respectfully requests that the Commission reconsider its proposed amendment to this regulation and adopt the language set forth below.

### 103-415. Incidents.

- A. Each gas system shall, as soon as possible, report to ORS each incident occurring wherein there exist either: (a) serious injury or death of any person; (b) property damage in excess of \$5,000, in the gas system's commercially reasonable estimation, including the gas system's cost of lost gas exiting the gas system's lines to a customer's meter and the expense to make repairs to its facilities or property; or (c) an event that is significant in the judgment of the gas system.
- B. Each gas system shall establish and follow procedures for analyzing, reporting, and minimizing the possibilities of any future incidents.

The change in the title to "incidents" as opposed to "accidents" reflects the more inclusive nature of the above-language to include matters such as neighborhood evacuations that may not result in bodily harm or property damage but may nonetheless be an incident for which ORS should be notified. Additionally, in recognition of inflation and other rising costs, arguably the current threshold amount of \$5,000 could be justifiably increased to \$10,000. Notably, in 1986 the amount was increased from \$1,000 to \$5,000, presumably for this same reason. It is also important to note that the current reporting requirement of \$5,000 is significantly less than the federal reporting requirement, which sets a threshold amount of \$50,000 for reporting accidents. See 49 C.F.R. 191.3.

In today's environment, and including the cost of lost gas, it will take only a minor incident to reach even this increased threshold amount, and even relatively minor incidents would probably be captured with this dollar amount. In many cases, accidents or property damage below that amount will be relatively minor and dealt with expediently through the

normal course of business through claims and insurance. Also, SCE&G would note that its ability to report serious injury may be limited due to federal privacy laws, such as HIPAA, especially as it relates to a supplemental report.

# 103-431

As a point of clarification and interpretation, SCE&G comments that the phrase "reliable source" should be a reliable source in the gas utility's sole but reasonable discretion. A reliable source may include a satisfactory history of payment to another utility, for example, which is reflected in the Joint Proposal, but may not include a letter from a credit card company stating that the account is in good standing. This type of credit risk should be left to the discretion of the gas utility for its determination, since bad debt and the failure of some customers to pay bills affects other customers who have to subsidize that bad debt. SCE&G requests that the Commission adopt the specific language in the Joint Proposal substituting "gas utility" for "reliable source."

### 103-439

In subsection 2, SCE&G requests that clause (f) be amended to delete the reference to PGA. The requirement for placing the "PGA" on the bill is an anachronism and under current circumstances unduly burdensome. When this regulation was first enacted, there was no public notice or process related to purchased gas adjustments. However, with the Commission's annual review of these purchases as formal proceedings, there is no longer a need for this provision. Therefore, SCE&G respectfully requests that it be deleted.

### 103-452

The proposed regulation appears to incorporate the statutory language found in S.C. Code Ann. § 58-27-2510 et seq. related to special needs account customers. As a threshold matter, it is important to recognize that the special needs account customers are a separate and distinct body of customers that is addressed by statutory language. Those processes and procedures vary from other customers to whom this section is addressed. Duplicating the language of the statute does not appear to provide any benefit, since the requirements are already mandated by law, and has the possibility of creating confusion. Additionally, should the statute be amended by the General Assembly, the Commission's regulation may very well conflict with the amended statute.

SCE&G proposes that the regulation be revised to acknowledge the statutory treatment of special needs account customers without restating the statutory requirements or creating the potential for confusion and conflict at a later date. Therefore, SCE&G proposes that the Commission revise the regulation to state: "Except as otherwise provided in S.C. Code Ann. § 58-27-2510 et seq., as amended, prior to termination. . .", as reflected in the Joint Proposal.

## 103-475

The current regulation should be amended to reflect the practical and realistic approach to testing gas meters. The plain language of subsection (1)(a) imposes a duty to test and seal a new or reconditioned meter in the gas utility's meter shop. In other words, a brand new meter sent by the manufacturer, and tested by the manufacturer, would then be retested and resealed in the gas utility's meter shop without ever having been placed in service. Subsection (1)(b) then addresses this issue for resealing, exempting new and reconditioned meters from that requirement. Implicitly, if the meter need not be resealed, it need not be retested. The Joint Proposal offers proposed amended language for (1)(a) to clarify the ambiguity, which SCE&G requests that the Commission adopt.

Additionally, SCE&G requests that the Commission adopt the proposed revisions to subsection (2) found in the Joint Proposal. As a point of clarification and interpretation, SCE&G notes that in subsection (2) a meter is removed from service when it is taken from a premises and returned to the gas utility's meter shop, and testing should then be performed pursuant to the second sentence of the regulation so that a record is established of the meter's performance. However, in the field, a meter subject to inspection, repair, or adjustment may or may not require testing, or may require only a minimal amount of testing that could be done in the field and onsite. These decisions should necessarily be left to the gas utility's reasonable judgment on a case-by-case basis, which is reflected in the proposed language in the Joint Proposal.

### Conclusion

SCE&G offers these comments to provide additional explanation for the proposed language reflected in the jointly proposed regulations submitted to the Commission on March 7, 2007. SCE&G respectfully requests that the Commission adopt those jointly proposed regulations, a copy of which is enclosed.

This comment letter hereby incorporates by reference all prior written correspondence and comments received by the Commission from SCE&G relating to this docket, and the comments and proposed changes set forth in the letter from and proposed revised regulations filed by ORS on behalf of ORS and the utilities, including SCE&G, on March 7, 2007. SCE&G reserves the right to make any additional comments it deems appropriate and does not waive any additional comments or arguments related to any issue regarding the proposed regulations.

SCE&G sincerely appreciates the opportunity to comment and provide input in this process. Thank you for the time and consideration given this important process by the Commission and its staff.

If you have any questions, please do not hesitate to contact me.

Very truly yours,

WILLOUGHBY & HOEFER, P.A.

Randolph R. Lowell

## Enclosure

cc: Jocelyn Boyd, Esquire
Shannon B. Hudson, Esquire
C. Lessie Hammonds, Esquire
Catherine D. Taylor, Esquire
K. Chad Burgess, Esquire
Catherine Heigel, Esquire
Richard L. Whitt, Esquire
Len S. Anthony, Esquire
James H. Jeffries, IV, Esquire
(All via electronic mail)

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### ARTICLE 3

#### **ELECTRIC SYSTEMS**

### SUBARTICLE 1

#### **GENERAL PROVISIONS**

### 103-300. Authorization of Rules.

A. Sections 58-27-150 and 58-27-1910, Code of Laws of South Carolina, 1976, provides: "Rules and Regulations.--The Commission may make such rules and regulations not inconsistent with law as may be proper in the exercises of its power or in the performance of its duties under this Chapter, all of which shall have the force of law."

In accordance with the above provisions, the Public Service Commission has adopted the following rules and regulations and fixed the following standards for electric service, to become effective June 30, 1976. All previous rules or standards are hereby revoked, annulled, and superseded.

B. The adoption of these rules shall in no way preclude the Public Service Commission from altering, amending, or revoking them in whole or in part, or from requiring any other or additional service, equipment, facility, or standard, either upon complaint, or upon its own motion, or upon the application of any utility. Furthermore, these rules shall not in any way relieve either the Commission or the utilities of any duties under the laws of this State.

### 103-301. Application of Rules.

- 1. Jurisdiction. These rules shall apply to any person, firm, partnership, association, establishment or corporation (except municipalities or agents thereof, within their corporate limits, and any other exempt by South Carolina Statutes), which is now or may hereafter become engaged as an electric system as defined in 103-3402(95), herein, in the business of furnishing electric current for domestic, commercial, or industrial customers within the State of South Carolina.
- 2. Purpose. The rules are intended to define good practice. They are intended to insure adequate and reasonable service. The electric system shall assist the <u>Commission</u> in the implementation of these rules and regulations.
- 3. Waiver of Rules. In any case where compliance with any of these rules and regulations

introduces unusual difficulty <u>or where circumstances indicate that a waiver of one or more rules or regulations is otherwise appropriate</u>, such rule or regulation may be waived by the <u>Ccommission</u> upon a finding by the <u>Ccommission</u> that such waiver is <u>in not adverse to the rights of the parties.not contrary to the public interest.</u>

#### **103-302.** Definitions.

The following words and terms, when used in these rules and regulations, shall have the meaning indicated below.

- 1. Commission. The Public Service Commission of South Carolina.
- 2. Consolidated Political Subdivision. "The terma 'A consolidated political subdivision' means that it existsa consolidated political subdivision existing pursuant to the Constitution of this State, and shall not be deemed a city, town, county, special purpose district or other governmental unit merged thereinto."

Utility. Every privately owned corporation, firm or person furnishing or supplying electric service to the public, or any portion thereof, for compensation.

- 3. Customer. Any person, firm, association, establishment, partnership, or corporation, or any agency of the Federal, State or local government, being supplied with electric service by an electrical utility under the jurisdiction of this Commission.
- 4. Electrical Utility. "The term 'electrical utility' includes municipalities to the extent of their business, property, rates, transactions, and operations without the corporate limits of the municipality, or persons, associations, firms, establishments, partnerships and corporations, their lessees, assignees, trustees, receivers, or other successors in interest owning or operating in this State equipment or facilities for generating, transmitting, delivering or furnishing electricity for street, railway or other public uses or for the production of light, heat or power to or for the public for compensation; but it shall not include an electric cooperative or a consolidated political subdivision and shall not include a person, corporation or municipality furnishing electricity only to himself or itself, their resident employees or tenants when such current is not resold or used by others."
- 54. Electric Supplier. "The term 'electric supplier' means a Any electrical utility other than

a municipality, and means—any electric cooperative other than an electric cooperative engaged primarily in the business of furnishing electricity to other electric cooperatives for resale to other electric consumers, and any consolidated political subdivision owning or operating an electric plant or system for furnishing of electricity to the public for compensation."

- 5. Electric System. "The term 'electric system' means any electrical utility, electric supplier, utility, electric cooperative, public utility district, governmental body or agency, including consolidated political subdivisions, or another person or corporation supplying electric service to the public to the extent covered by the applicable Sections of the S. C. Code of Laws."
- 56. Electrical Utility. "The term 'electrical utility' iIncludes municipalities to the extent of their business, property, rates, transactions, and operations without outside the corporate limits of the municipality, or persons, associations, firms, establishments, partnerships and corporations, their lessees, assignees, trustees, receivers, or other successors in interest owning or operating in this State equipment or facilities for generating, transmitting, delivering or furnishing electricity for street, railway or other public uses or for the production of light, heat or power to or for the public for compensation; but it shall not include an electric cooperative or a consolidated political subdivision and shall not include a person, corporation, special purpose district –or municipality furnishing electricity only to himself or itself, their resident employees or tenants when such current is not resold or used by others."
- 667. Municipality. "The term 'municipality' when used in these Rules and Regulations iIncludes a city, town, county, township and any other corporation existing, created or organized as a governmental unit under the Constitution or laws of this State except a 'Consolidated Ppolitical Ssubdivision' or special purpose district."
- 7. Consolidated Political Subdivision. "The term 'consolidated political subdivision' means a consolidated political subdivision existing pursuant to the Constitution of this State, and shall not be deemed a city, town, county or other governmental unit merged thereinto."
- 87. ORS. The South Carolina Office of Regulatory Staff.

889. Rate. "The term 'rate' when used in these Rules and Regulations means and iIncludes every compensation, charge, toll, rental and classification, or any of them, demanded, observed, charged, or collected by any electrical utility for any electric current or service offered by it to the public, and any rules, regulations, practices or contracts affecting any such compensation, charge, toll, rental or classification."

9. Electric System. "The term 'electric system' means any electrical utility, electric supplier, utility, electric cooperative, public utility district, governmental body or agency, including consolidated political subdivisions, or another person or corporation supplying electric service to the public to the extent covered by the applicable Sections of the S. C. Code of Laws."

10. Utility. Every privately-owned corporation, firm or person furnishing or supplying electric service to the public, or any portion thereof, for compensation.

## 103-303. Authorization for Rates and Charges.

- A. No schedules of rates or contracts involving rates, under jurisdiction of the Commission, differing from approved tariffs or rates shall be changed until after the proposed change has been approved by the Commission.
- B. All rates, tolls, charges, and contracts involving rates proposed to be put into effect by any electrical utility shall be first approved by this Commission before they shall become effective, unless they are exempt from such approval by statute, order of this the Commission, or other provision of law.
- C. No rates, tolls, charges nor service of any electrical utility under the regulation of this Ecommission shall be deemed approved nor consented to by mere filing of schedules or other evidence thereof in the offices of the Ecommission, unless such proposed adjustment is made in accordance with tariff provisions which have previously been approved by the Ecommission.
- D. Any change in rates or charges affecting classifications of rates and services by electric cooperatives shall be provided to-the ORS and filed with the Ecommission and subject to approval in accordance with S. C. Code Ann., § 58-27-840.

## 103-304. Territory and Certificates.

No electrical utility supplying electric service to the public shall hereafter begin the construction or operation of any electric facilities, or of any extension thereof, without first obtaining from the Commission a certificate that public convenience and necessity requires or will require such construction or operation; such certificate to be granted only

after notice to the-ORS, other interested electric systems and to the public, and after due hearing; provided, however, that this regulation shall not be construed to require any such electrical utility to secure a certificate for any extension within a municipality or district within which it has heretofore lawfully commenced operations, or for an extension within or to territory already served by it, necessary in the ordinary course of its business, or for an extension into territory contiguous to that already occupied by it and not receiving similar service from another electrical utility, but if any electric system in constructing or extending its lines, plant or system unreasonably interferes, or is about to unreasonably interfere, with the service or the system of any other electric system, the Commission may make such order and prescribe such terms and conditions in harmony with this regulation as are just and reasonable.

- 1. Rural Territorial Act. The Commission has assigned all areas outside municipal limits, and more than 300 feet from the lines (as defined in Section 58-27-610(3) of the South Carolina Code of Laws), as such lines existed on the dates of assignments, of any electric supplier (except some territory which was left unassigned to any supplier), and no electric supplier shall construct lines and equipment except as provided by S.C. Code of Laws, Sections 58-27-620(2); 58-27-620(4); 58-27-620(6); 58-27-650; and 58-27-660(1), into territory assigned to another supplier without prior approval of the Ecommission; and no electric supplier shall construct permanent lines and equipment into any territory left unassigned by the Ecommission pursuant to S.C. Code Ann., Section 58-27-640 without prior notice to the Commission and the ORS filed within a reasonable period of time prior to the date of actual construction of permanent lines, which notice shall include a map of the area showing existing facilities, location of the customer, and the proposed route of the permanent line, and a written certification that those electric suppliers furnishing electric service in any areas contiguous to the unassigned territory have been provided a copy of the notice of construction of facilities as filed with the Ecommission and provided to the ORS, and all such facilities providing electric service shall be constructed in accordance with good utility practices and all other applicable provisions of the S.C. Code of Laws, as amended.
- 2. Utility Facility Siting and Environmental Protection Act. No electric system subject to the jurisdiction of this the Commission shall begin the construction and/or operation of any transmission line with a designed voltage of 125 KV or more or the construction and/or operation of a generating station of more than 75 megawatts, except a hydroelectric generating facility, before receiving a certificate of Environmental Compatibility and Public Convenience and Necessity in accordance with Sections 58-33-10 et seq., of the Code of Laws of South Carolina, 1976.

## 103-305. Utilites Rules and Regulations.

Each electrical utility shall adopt Rules, Regulations, Practices, Service Requirements, Terms and Conditions, etc., as may be necessary in the operation of such utility which shall be filed with provided to the ORS and subject to review and order of the Commission, unless otherwise specified.

#### **SUBARTICLE 2**

### RECORDS AND REPORTS

# 103-310. Location of Records and Reports.

All records required by these rules, or necessary for the administration thereof, shall be kept within this State, unless otherwise authorized by the <u>Ccommission</u>. These records shall be available for examination by <u>the ORS</u> <u>Ccommission</u> or its authorized representatives at all reasonable hours.

### 103-311. Retention of Records.

Unless otherwise specified by the Ccommission or by regulation, or Ccommission Order governing specific activities, all records required by these Rules and Regulations shall be preserved for a minimum of two years.

## 103-312. Data to be Filed with the Commission and Provided to-the ORS as Applicable.

- 1. Annual Report. Each electrical utility operating in this State shall file a\_nprovide a hard copy and an electronic copy of the Federal Energy Regulatory Commission Form 1 or its equivalent to ORS Annual Report with the Ccommission and the ORS giving such information as the Ccommission may direct.
- 2. Current Information and Documents. The electrical utility shall <u>provide</u> file with the Ceommission and provide to the ORS, the following documents and information to the commission and the ORS as specified.

### A. Tariff

- 1. A copy of each electric system's schedule of rates and charges for service, together with applicable riders.
- 2. A copy of each electric system's Rules and Regulations, or Terms and Conditions

describing each electric system's policies and practices in rendering service. These rules shall include a listing of available voltages and service characteristics.

3. Tariffs must be filed with the office of the chief clerk of the Commission and, on that same day, provided to the Executive Director of the ORS.

### B. Customer Bill

A copy of each type of bill form used in billing for electric service <u>must be filed with the office of the chief clerk of the Commission and provided to the Executive Director of the ORS.</u>

- C. Operating Area Map
- 1. Suitable maps and "one-line diagrams" shall be kept on file with the Ccommission and made available to the ORS showing the size, character and location of each main transmission circuit and generating stations and main substations.
- 2. When an application for a Certificate of <u>Public</u> Convenience and Necessity is made by an electrical utility, a section of map showing the proposed line extension shall accompany such application.
- D. Authorized Representative

The electrical utility shall advise the Ccommission and the ORS of the name, address and telephone number of the person, or persons, to be contacted in connection with:

- a. General management duties.
- b. Customer relations (complaints).
- c. Engineering and/or Operations.
- d. Meter tests and repairs.
- e. Emergencies during non-office hours.
- E. Contract Forms

A copy of the electrical utility's electric power contract form, and special electric power

contract forms for customer service is to be provided to must be filed with the office of the chief clerk of the Ccommission and provided to the Executive Director of the ORS.

103-313. Inspection of Utility Plant.

A. Each utility shall, upon request of the Ccommission or the ORS, provide the ORS with file with the Commission a statement regarding the condition and adequacy of its plant, equipment, facilities and service in such form as the Ccommission or the ORS may reasonably require.

B. Each utility shall keep sufficient records to give evidence of compliance with its inspection programs as set forth in subarticles 5 and 6 of these rules and regulations.

# 103-314. Interruption of Service.

Each electrical utility shall keep a record of any condition resulting in any interruption of service affecting its entire system or major division thereof, or any major community, or an important division of such a community, including a statement of the time, duration, and cause of any such interruption. If such unscheduled interruption is for more than six hours, Tthe Ccommission and the ORS isis are to be notified of any such interruptions as soon as practicable after it comes to the attention of the utility and a complete report made to the Ccommission and the ORS after restoration of service if such interruption is for more than six hours duration.

## 103-315. Incidents Accidents.

- A. Each electrical utility shall, as soon as practicable, report to ORS each material incident in connection with the operation of the electrical utility's property, facilities, or service including, but not limited to: (a) serious injury or death of any person; (b) evacuation; and (c) damage to a third party's property that will require, in the electrical utility's commercially reasonable estimation, repair costs in excess of \$20,000. Such first report shall later be supplemented within thirty (30) days by a statement of the cause and details of the incident, based on the facts then known to the electrical utility, and the measures, if any, that have been taken to reduce the risk of similar incidents in the future.
- B. Each electrical utility shall establish and follow procedures for analyzing, reporting, and minimizing the possibilities of any future incidents.

  Each electrical utility shall, as soon as possible, report to the Commission ORS each accident happening in connection with the operation of its property, facilities, or service, wherein any person shall have been killed or seriously injured or whereby any serious property damage in excess of \$5,000 shall have been caused. Such first report shall later

be supplemented within 30 days by as full a statement as is possible of the cause and details of the accident and the precautions, if any, which have been taken to prevent similar accidents. After the electrical utility conducts its investigation, if it finds that the property damage does not exceed \$5,000, the electrical utility shall notify the affected customer of its findings in writing by certified mail. This notification shall inform the customer that the electrical utility has not reported the incident to the Office of Regulatory Staff because its investigation concluded that the property damage from the accident did not exceed \$5,000. Further, the notification shall inform the customer that if the customer disagrees with the electric utility's findings that the customer can file a written complaint with the commission and provide a copy of the complaint to the ORS. The electrical utility shall include the commission's name and address and the ORS's name and address in the notice to the customer.

# 103-316. [RESERVED] Complaints.

Complaints concerning the charges, practices, facilities, or services of the utility shall be investigated promptly and thoroughly. Each electric utility shall keep a record of all such complaints received, which record shall show the name and address of the complainant, the date and character of the complaint, and the adjustment or disposal made thereof.

## 103-317. Meter History Records.

Each electrical utility shall maintain records of the following data, where applicable, for each billing meter for so long as such meter is in possession of the <u>electrical</u> utility and for <u>at least</u> twelve months thereafter.

- a. Date of Purchase.
- b. The complete identification-manufacturer, number, type, size, capacity, multiplier and/or constants.
- c. The dates of installation and removal from service, together with the location, unless otherwise directed ordered by the Commission.

# 103-318. Meter, Test, Records and Reports.

- A. Each electrical utility shall maintain records of tests made of any billing meter. The record of the meter test shall be maintained for at least twelve months minimum of three years after the meter's retirement. Test records shall include the following:
- al. The date and reason for the test.
- 2. Information necessary for identifying the meter.

- b3. The reading of the billing meter before making any test.
- 4. The result of the test, together with all data taken at the time of the test in sufficiently complete form to permit convenient checking of the methods employed and the calculations.
- e5. The accuracy "as found" at "Light Load" and at "Full Load", or "Test Amperes".
- d6. The accuracy "as left" at "Light Load" and at "Full Load", or "Test Amperes".
- e. In the event test of the billing meter is made by using a standard meter or rotating standard the electrical utility shall retain all data taken at the time of the test in sufficiently complete form to permit the convenient checking of the test methods and the calculations.

#### **SUBARTICLE 3**

#### **METERS**

103-320. Meter Requirements.

Service shall be measured by meters furnished by the electrical utility unless otherwise ordered by the <u>Ec</u>ommission, and such meters shall maintain the degree of accuracy as set forth in 103-1323.

103-321. Meter Reading.

Unless extenuating circumstances prevent, meters shall be read and bills rendered on a monthly basis not less than 28 days nor more than 34 days.

103-322. Meter Reading <u>DataSheets or Cards</u>.

The Meter Reading <u>Data maintained</u> by the electrical <u>utilitySheets or Cards</u> shall includeshow:

a. Customer's name, service address and rate schedule designation.

- b. Identifying number and/or description of the meter(s).
- c. Meter readings.
- d. If the reading has been estimated.
- e. Location of meter or special reading instructions, if applicable (if not possible, this information shall show on instructional cards).

## 103-323. Meter Accuracy and Condition.

A. Creeping: No watt-hour meter which registers on "no load" when the applied voltage is less than one hundred and ten (110) percent of standard service voltage shall be placed in service or allowed to remain in service.

B. No watt-hour meter shall be placed in service which is in any way mechanically defective to impair its performance, or which has incorrect constants or which has not been tested individually or under a sample meter testing plan approved by the Ccommission for accuracy of measurements and adjusted, as specified in 103-373(2), if necessary, to meet these requirements:

Average error not over 0.5% plus or minus;

Error at "Full Load" (test amperes) not over 0.5% plus or minus;

Error at "Light Load" not over 1.0% plus or minus.

#### 103-324. Meter Seal.

Immediately after the pre-installation or field test of a meter, the manufacturer or the electrical utility shall affix a seal or locking device in order to avoid tampering. The meter installation shall be sealed or locked to help prevent tampering or theft of current.

#### 103-325. Location of Meters.

- A. No customer's meter shall be installed in any location where it may be unreasonably exposed to damage, or in any unduly dirty, or inaccessible location.
- B. Outdoor meters shall be used where practicable. Meters should not be placed on any unstable supports subject to vibration or tilting in excess of 4 degrees and should be free of obstruction for a distance of three feet in front of the meter and with sufficient space below the meter to allow the use of proper test facilities.
- C. Meters should be easily accessible for reading, testing and making necessary repairs

and adjustments, and where more than one meter is installed at one location, sufficient space shall be allowed between and in front of meters to facilitate repairs and tests. Each customer shall tag or mark each "house" loop to indicate circuit metered.

D. Each customer shall provide and maintain at his expense a suitable and convenient place for the location of meters, where they will be readily accessible at any reasonable hour for the purpose of reading, testing, repairing, etc., and such other appliances owned by the electrical utility and placed on the premises of the customers shall be so placed as to be readily accessible at such times as are necessary, and the authorized agent of the electrical utility shall have authority to visit such meters and appurtenances at such times as are necessary in the conduct of the business of the electrical utility.

## 103-326. Change in Character of Service.

In order that the electrical utility may provide a proper service facility and metering installation, the customer shall advise the electrical utility of the expected service requirements, and shall also advise the electrical utility of any increase or decrease in the expected load to be provided by the electrical utility in sufficient time to change service characteristics.

# 103-327. Master Metering.

- A. All service delivered to new multi-occupancy residential premises at which units of such premises are separately rented, leased or owned shall be delivered by an electrical utility on the basis of individual meter measurement for each dwelling.
- B. Any exception to the provisions of paragraph A., supra, must be approved by the <u>Cc</u>ommission upon its determination that individual metering to such premises is impractical and unreasonable.
- C. Service to structures for which permits were issued or construction started prior to January 23, 1981, shall not be affected by the provisions contained herein.
- D. Commercial premises with master metered service established prior to October 31, 1980, which are later converted to residential use shall not be affected by provisions contained herein.

#### **SUBARTICLE 4**

#### **CUSTOMER RELATIONS**

#### 103-330. Customer Information.

Each electrical utility shall:

a. Maintain up-to-date maps, plans, or records of its entire transmission and distribution

systems, with such other information as may be necessary to enable the electrical utility to advise prospective customers, and others entitled to the information, as to the facilities available for serving customers within its operating area.

- b. Provide to each new residential and small commercial customer, within 60 days of application for service, a clear and concise explanation of the available rate schedules for the class of service for which the customer makes application for service.
- c. Provide to each residential and small commercial customer to whom more than one rate schedule is reasonably available a clear and concise summary of the existing rate schedules applicable to the customer's class of service at least once a year.
- d. Notify each affected customer of any proposed adjustment in rates and charges, excluding adjustment of base rates for fuel costs within sixty (60) days of the date of the filing of such adjustment or as otherwise ordereddirected by the Commission.
- e. Provide to each customer, upon request, a clear and concise statement of the actual consumption of electrical energy by such customer for the previous twelve (12) months.
- f. Post a notice in a conspicuous place in each office of the electrical utility where applications for service are received, informing the public that copies of the rate schedules and rules relating to the service of the electrical utility, as filed with and approved by the Ccommission, are available for inspection.
- g. Upon request, inform its customers as to the method of reading meters, as to billing procedures and shall assist customers in selecting the most economical rate schedule applicable and method of metering the service, except as otherwise <u>orderedprovided for</u> by the <u>Commission</u>.
- h. Provide adequate means (telephone, etc.) whereby each customer can contract the electrical utility or its authorized representative at all hours in cases of emergency or unscheduled interruptions of service.
- i. Upon request, give its customers such information and assistance as is reasonable in order that customers may secure safe and efficient service.

j. Notify any <u>personeustomer</u> making a complaint recorded pursuant to 103-31645 that the electrical utility is under the jurisdiction of the <u>Commission</u> and the customer may notify the <u>Commission</u> ORS of his the complaint.

## 103-331. Customer Deposits.

- A. Each electrical utility may require from any customer or from any prospective customer, a deposit intended to guarantee payment of bills for service, if any of the following conditions exist:
- 1. The customer's past payment record to an electrical utility shows delinquent payment practice, i.e., customer has had two consecutive 30-day arrears, or more than two nonconsecutive 30-day arrears in the past 24 months, or
- 2. A new customer cannot demonstrate that he is a satisfactory credit risk by appropriate means including, but not limited to, a letter of good credit from an electrical utilityn utility reliable source, references which may be quickly and inexpensively checked by the Company or cannot furnish an acceptable cosigner or guarantor on the same system within the State of South Carolina to guarantee payment up to the amount of the maximum deposit, or
- 3. A customer has no deposit and presently is delinquent in payments, i.e., has had two consecutive 30-day arrears, or more than two non-consecutive 30-day arrears in the past 24 months, or
- 4. A customer has had his service terminated for non-payment or fraudulent use.
- B. Each <u>electrical</u> utility shall inform each prospective customer of the provisions contained in this rule.

## 103-332. Amount of Deposits.

- A. A maximum deposit may be required up to an amount equal to an estimated two (2) months (60 days) bill for a new customer or a maximum deposit may be required up to an amount equal to the total actual bills of the highest two (2)-consecutive months based on the experience of the preceding twelve (12)-months or portion of the year, if on a seasonal basis.
- B. All deposits may be subject to review based on the actual experience of the customer. The amount of the deposit may be adjusted upward or downward to reflect the actual

billing experience and payment habits of the customer.

- C. A schedule of deposits based upon an analysis of 60sixty days' usage for categories of customers falling within a specified range may be utilized in determining deposits required by the electrical utility upon being provided to the ORS and filed and approved by the Ccommission.
- D. Special offerings may be exempt as <u>ordered</u>determined by the <u>Commission</u>; i.e., subdivision lighting, outdoor lighting, etc.

# 103-333. Interest on Deposits.

A. Simple interest on deposits at the current effective interest rate per annum prescribed by order of the Public Service Commission shall be paid by the electrical utility to each customer required to make such deposit for the time it is held by the electrical utility, provided that no interest need be paid unless the deposit is held longer than  $6 \underline{\text{six}}$  months.

- B. The interest shall be accrued annually and payment of such interest shall be made to the customer at least-every two years or less and at the time the deposit is returned.
- C. The deposit shall cease to draw interest on the date it is returned, on the date service is terminated, or on the date notice is sent to the customer's last known address that the deposit is no longer required.

### 103-334. Deposit Records.

Each electrical utility shall keep records to show:

- a. The name and address of each depositor.
- b. The amount and date of the deposit.
- c. Each transaction concerning the deposits.

### 103-335. Deposit Receipt.

Each electrical utility shall issue a receipt of deposit to each customer from whom a deposit is received, and shall provide means whereby a customer may establish his claim if his receipt is lost.

## 103-336. Deposit Retention.

Deposit shall be refunded completely with interest after two years unless the customer has had two consecutive 30-thirty-day arrears, or more than two non-consecutive 30-day

arrears, in the past 24twenty-four months.

## 103-337. Unclaimed Deposits.

A record of each unclaimed deposit must be maintained for at least two one years, during which time the electrical utility shall make a reasonable effort to return the deposit. Unclaimed deposits, together with accrued interest, shall be turned over to the S. C. Tax Commission State Treasurer as prescribed by state law.

# 103-338. Deposit Credit.

Where a customer has been required to make a guarantee deposit, this shall not relieve the customer of the obligation to pay the service bills when due. Where such deposit has been made and service has been discontinued for reason of non-payment of bill, or otherwise, an electrical utility shall apply the deposit of such customer toward the discharge of such account and shall, as soon thereafter as practicable, refund the customer any excess of the deposit. If, however, the customer whose service has been disconnected for non-payment, pays the full amount billed within 72 seventy-two hours after service has been disconnected and applies for reconnection, the electrical utility may not charge an additional deposit except under the provisions of 103-132.

## 103-339. Customer Billing.

The electrical utility shall bill each customer as promptly as possible following the reading of thehis meter and render a receipt of payment upon request.

- 1. New Service. Meters shall be read at the initiation and termination of any service and billing shall be based thereon.
- 2. Bill Forms. The bill shall show:
- a. The reading of the meter at the beginning and at the end of the period for which the bill is rendered.
- b. The date on which the meter was read, and the date of billing and the latest date on which it may be paid without incurring a penalty, and the method of calculating such penalty.
- c. The number and kind of units metered.
- d. The applicable rate schedule, or identification of the applicable rate schedule. If the actual rates are not shown, the bill shall carry a statement to the effect that the applicable

rate schedule will be furnished on request.

- e. Any estimated usage shall be clearly marked with the word "estimate" or "estimated bill".
- f. Any conversions from meter reading units to billing units or any information necessary to determine billing units from recording or other devices, or any other factors used in determining the bill. In lieu of such information on the bill, a statement must be on the bill advising that such information can be obtained by contacting the electrical utility's local office.
- g. Amount for electrical usage (base rate).
- h. Amount of fuel adjustment (per KWH and dollars and cents).

  i. Amount of South Carolina Sales Tax (dollars and cents).
- ii. Total amount due.
  - jk. Number of days for which bill is rendered or beginning and ending dates for the
  - 3. Late Payment Charges. A maximum-charge of one and one-half percent (1 and 1/2 %) may be
  - added to any unpaid balance not paid within twenty-five 25 days of the billing date to cover the cost of collection and carrying accounts in arrears. This method of late-payment charge will be made in lieu of any other penalty.
  - 4. Payment-by Check. The Eelectrical Uutility, at its option for good cause, may refuse to accept a check, debit card, credit card or other electronic payment tendered as payment on a customer's account.
  - 5. Charges for Discontinuance and Reconnection. Whenever service is turned off for violation of rules and regulations, nonpayment of bills, or fraudulent use of service, the electrical utility may make reasonable charges, to be approved by this the Ccommission, for the cost incurred in discontinuing the service and reconnection and require payment

for service billed and for service used which has not previously been billed.

6. Estimated Bills. Each electrical utility shall not send a customer an estimated bill, except for a good cause, where the meter could not be read or was improperly registering. In no instance will more than one estimated bill be rendered within a 60sixty-day period, unless otherwise agreed to by the customer.

### 103-340. Adjustment of Bills.

If it is found that an electrical utility has directly or indirectly, by any device whatsoever, demanded, charged, collected or received from any customer a greater or lesser compensation for any service rendered or to be rendered by such electrical utility than that prescribed in the schedules of such electrical utility applicable thereto, then filed in the manner provided in Chapter 27 of Title 58 of the South Carolina Code of Laws; or if it is found that any customer has received or accepted any service from an electrical utility for a compensation greater or lesser than that prescribed in such schedules; or if, for any reason, billing error has resulted in a greater or lesser charge than that incurred by the customer for the actual service rendered, then the method of adjustment for such overcharge or undercharge shall be as provided by the following:

- 1. Fast or Slow Meters. If the overcharge or undercharge is the result of a fast or slow meter, then the method of compensation shall be as follows:
- a. In case of a disputed account, involving the accuracy of a meter, such meter shall be tested upon request of the customer, as specified in 103-370(2).
- b. In the event that the meter so tested is found to have an error in registration of more than two (2) per-cent, the bills will be increased or decreased accordingly, but in no case shall such a correction be made for more than sixty (60) days.
- 2. Customer Willfully Overcharged. If the electrical utility has willfully overcharged any customer, except as provided for in 1 of this rule then the method of adjustment shall be as provided in the S. C. Code Ann. § 58-27-960, and §§ 58-27-2410 et seq. (1976).
- 3. Customer Inadvertently Overcharged. If the electrical utility has inadvertently overcharged a customer as a result of a misapplied schedule, an error in reading the meter, a skipped meter reading, or any other human or machine error, except as provided in 1 of this rule, the electrical utility shall, at the customer's option, credit or refund the excess amount paid by that customer or credit the amount billed as provided by the following:

- a. If the interval during which the customer was overcharged can be determined, then the electrical utility shall credit or refund the excess amount charged during that entire interval provided that the applicable statute of limitations shall not be exceeded.
- b. If the interval during which the customer was overcharged cannot be determined then the electrical utility shall credit or refund the excess amount charged during the 12-month period preceding the date when the billing error was discovered.
- c. If the exact usage and/or demand incurred by the customer during the billing periods subject to adjustment cannot be determined, then the refund shall be based on an appropriate estimated usage and/or demand.
- 4. Customer Undercharged Due to Willfully Misleading Company. If the electrical utility has undercharged any customer as a result of a fraudulent or willfully misleading action of that customer, or any such action by any person (other than the employees or agents of the electrical utility), such as tampering with, or bypassing the meter when it is evident that such tampering or bypassing occurred during the residency of that customer, or if it is evident that a customer has knowledge of being undercharged without notifying the electrical utility as such, then notwithstanding 1 of this rule, the electrical utility shall recover the deficient amount provided as follows:
- a. If the interval during which the customer was undercharged can be determined, then the electrical utility shall collect the deficient amount incurred during that entire interval, provided that the applicable statute of limitations is not exceeded.
- b. If the interval during which the customer was undercharged cannot be determined, then the electrical utility shall collect the deficient amount incurred during the 12-month period preceding the date when the billing error was discovered by the electrical utility.
- c. If the usage and/or demand incurred by that customer during the billing periods subject to adjustment cannot be determined, then the adjustment shall be based on an appropriate estimated usage and/or demand.
- d. If the metering equipment has been removed or damaged, then the electrical utility shall collect the estimated cost of repairing and/or replacing such equipment.
- 5. Equal Payment Plans. An electrical utility may provide payment plans wherein the charge for each billing period is the estimated total annual bill divided by the number of billing periods prescribed by the plan. The difference between the actual and estimated

annual bill is to be resolved by one payment at the end of the equal payment plan year, unless otherwise approved by the <u>Commission</u>. However, any incorrect billing under equal payment plans shall be subject to this rule.

- 6. Customer Undercharged Due to Human or Machine Error. If the electrical utility has undercharged any customer as a result of a misapplied schedule, an error in reading the meter, a skipped meter reading, or any human or machine error, except as provided in 1, 2 and 42 of this rule then the electrical utility may recover the deficient amount as provided as follows:
- a. If the interval during which a consumer having a demand of less than 50 KW was undercharged can be determined, then the electrical utility may collect the deficient amount incurred during that entire interval up to a maximum period of six months. For a consumer having a demand of 50KW or greater, the maximum period shall be\_-twelve12 months.
- b. If the interval during which a consumer was undercharged cannot be determined, then the electrical utility may collect the deficient amount incurred during the six-month period preceding the date when the billing error was discovered by the electrical utility. For a consumer having a demand of 50 KW or greater, the maximum period shall be  $\frac{12}{12}$  twelve months.
- c. The customer shall be allowed to pay the deficient amount, in equal installments added to the regular monthly bills, over the same number of billing periods which occurred during the interval the customer was subject to pay the deficient amount.
- d. If the usage and/or demand incurred by that person during the billing periods subject to adjustment cannot be determined, then the adjustment shall be based on an appropriate estimated usage and/or demand.

## 103-341. Applications for Service.

- 1. Method. Applications for service may be oral or in writing.
- 2. Obligation. The applicant shall, at the option of the electrical<u>al utility</u>—system, be required to sign a service agreement or a contract. In the absence of such service

agreement or contract, the accepted application shall constitute a contract between the electrical <u>utility</u>system and the applicant, obligating the applicant <u>as well as the customer</u> to pay for service in accordance with the <u>electric systemelectrical utility</u>'s tariff or rate schedule currently on file with the <u>Ecommission and the ORS</u>, and to comply with the <u>Ecommission</u>'s, and the <u>Eelectrical Utilities'Ssystem's</u>, <u>Rrules and Rregulations</u> <u>Ggoverning Service Seupplied</u> by the electrical utility.

3. Termination. When a customer desires to have his service terminated, he must notify the electrical utility; such notification may be oral or in writing. The electrical utility shall be allowed a reasonable period of time after the receipt of such a notice to take a final reading of the meter and to discontinue service.

### 103-342. Reasons For Denial or Discontinuance of Service.

Unless otherwise stated, a customer shall be allowed a reasonable time in which to correct any discrepancy which may cause discontinued service. Service may be denied or discontinued for any of the following reasons:

- a. Without notice in the event of a condition determined by the electrical utility to be hazardous or dangerous.
- b. Without notice in the event of customer's use of equipment in such a manner as to adversely affect the electrical utility's service to others.
- c. Without notice in the event of unauthorized or fraudulent use, excluding tampering, of the electrical utility's service, i.e.:
- 1. Misrepresentation of the customer's identity.
- 2. For reconnection of service by customer who has had service discontinued for violation of and/or noncompliance with the Commission's 103-342 et seq.

# d. Tampering.

After the customer has applied for and/or received service from the electrical utility, he shall make every reasonable effort to prevent tampering with the meter and service drop serving his premises. A customer shall notify the electrical utility, as soon as possible, of any tampering with, damage to, or removal of any equipment.

Tampering with meters or with conductors carrying unmetered current and unauthorized breaking of <u>utilityelectrical utility</u>'s seals is prohibited by law and shall not be tolerated by the <u>utilityelectrical utility</u>. Such meter tampering shall include but shall not be limited to, unassigned meters, altered meters, upside down meters, or the attachment to a meter or distribution wire of a device, mechanism or wire which would permit the use of unmetered electricity. Should the <u>utilityelectrical utility</u> find that the meter, conductors, or seals have been tampered with, the <u>utilityelectrical utility</u> shall give notice to the customer of possible discontinuance of service. Service may be continued or reconnected consistent with the following:

- 1. A customer can stop discontinuance of service or have service reconnected by paying a reasonable charge for an inspection (to insure proper operating conditions), a reasonable reconnect fee, and charges to compensate for any damage to the <u>utilityelectrical utility</u>'s facilities.
- 2. A customer's bill may be adjusted to reflect normal usage should any tampering reflect other than normal meter readings and the customer's bill may include the establishment of a deposit in accordance with the Commission's regulations 103-332 et seq.
- <u>3.</u> Nothing herein shall prevent the electrical utility from instituting appropriate legal actions for violations and/or noncompliance with the <u>Ccommission's regulations103-330 et seq.</u>
- e. For failure of the customer to fulfill his contractual obligations for service and/or facilities subject to regulation by the <u>Ccommission</u>.
- f. For failure of the customer to permit the electrical utility reasonable access to its equipment.
- g. For nonpayment of bill for service rendered provided that the electrical utility has made reasonable efforts to effect collection and has complied with the provisions of R-regulation 103-352.
- h. For failure of the customer to provide the electrical utility with a deposit as authorized by <u>regulation</u>103-331.
- i. For failure of the customer to furnish permits, certificates, and rights-of-way, as necessary to obtaining service, or in the event such permissions are withdrawn or terminated.

- j. For failure of the customer to comply with reasonable restrictions on the electrical utility's service, provided that notice has been given to the customer and that written notice has been furnished to the Commission and the ORS.
- k. No electrical utility shall be required to furnish its service or to continue its service to any applicant who, at the time of such application, is indebted or any member of his household is indebted, under an undisputed bill to such electrical utility for service previously furnished such applicant or furnished any other member of the applicant's household. However, for the purposes of this regulation, the electrical utility may not consider any indebtedness which was incurred by the applicant or any member of his household more than six (6) years prior to the time of application.
- 1. The electrical utility may terminate a customer's service should the customer be in arrears on an account for service at another premise.
- m. For the reason that the customer's use of the <u>utility</u>electrical <u>utility</u>'s service conflicts with, or violates orders, ordinances or laws of the State or any subdivision thereof, or of the <del>C</del>commission.

### 103-343. Insufficient Reasons for Denying Service.

The following shall not constitute cause for refusal of service to a present or prospective customer:

- a. Except for regulation 103-342(k), nNonpayment for services by a previous occupant of the premises to be served, unless such previous occupant shall benefit from such new service.
- b. Failure to pay for merchandise purchased from the electrical utility.

# 103-344. Right of Access.

Authorized agents of the electrical utility shall have the right of access to premises supplied with electric service, at reasonable hours, for the purpose of reading meters, maintenance, repair, and for any other purpose which is proper and necessary in the conduct of the electrical utility's business. Such agents shall, upon request of a customer, produce proper identification and shall-inform the customer of the purpose of necessary

access to the occupied premises before entry except that agents performing meter reading tasks, shall produce such identification and information as to purpose only when requested.

# 103-345. Customer-Complaints.

A. Complaints concerning the charges, practices, facilities, or service of the electrical utility shall be investigated promptly, thoroughly, and professionally by the electrical utility. Each electrical utility shall keep a record of all such complaints received, which record shall show the name and the address of the complainant, the date and character of the complaint, and the adjustment or disposal made thereof. The electrical utility shall keep such records of eustomer—complaints as will enable it to review and analyze its procedures and actions.

B. When the Commission ORS has notified the electrical utility that a complaint has been received concerning a specific account, the electrical utility shall refrain from discontinuing the service of that account until the Commission's ORS's investigation is completed and the results have been received by the electrical utility and the complainant, which shall be no later than thirty days after the complaint is received by the ORS. Service shall not be discontinued if the complainant requests in writing a hearing before the commission within fifteen days of the mailing of the results of the ORS investigation. ORS mailing the results of the ORS investigation to the complainant.

## 103-346. Rates for Service, Rate Schedules, Rules and Regulations.

Copies of all schedules of rates for service, forms of contracts for service, charges for service connections and of all rules and regulations covering the relations of customer and electrical utility shall be: 1) on file in the local offices of the electrical utility and available for inspection by the public; 2), shall be provided to the ORS; and 3) approved by and the commission. filed by each electrical utility and and approved by the Ccommission in the office of the Ccommission. Complete schedule, contract forms, rules and regulations, etc., as filed with and approved by the Ccommission, shall also be on file in the local offices of the electrical utility and shall be available for inspection by the public.

# 103-347. System Which Utility Electrical Utility Must Maintain.

Each electrical utility, unless specifically relieved by the <u>Ccommission</u> from such obligation, shall operate and maintain in a safe, efficient and proper condition all of the facilities and equipment used in connection with the regulation, measurement and electric service to any customer up to and including the point of delivery into the facilities owned by that customer.

### 103-348. System Extensions.

Each electric supplier shall be obligated to comply with all requests for service in accordance with its schedules of rates and service rules and regulations on file with the Ccommission and the ORS within areas assigned to it by the Ccommission and within 300 feet of its lines as they existed on the date of assignment.

## 103-349. Replacement of Meters.

Whenever a customer requests the replacement of an electric meter on his premises, such request shall be treated as a request for the test on such meter, and, as such, shall fall under the provisions of 103-373—Test Procedures and Accuracies.

### 103-350. Service Entrance Changes.

Whenever a customer requests the electrical utility to relocate the electrical utility's service entrance, the electrical utility may require reasonable charges to cover the cost incurred to be paid prior to relocation.

## 103-351. Temporary Service.

When the electrical utility renders temporary service to a customer, it may require that the customer bear all the cost of installing and removing the service in excess of any salvage realized.

### 103-352. Procedures for Termination of Service.

Except as provided in S.C. Code Ann. §58-27-2510 et seq., Pprior to the termination of electric service pursuant to R.103-342 e.--m., the following procedures shall be employed by the electrical utility:

- a. Not less than ten (10) days prior to termination of service, the electrical utility shall mail a notice of termination to the affected customer. The notice of termination of service shall include, as a minimum, the following information:
- 1. Address, telephone number and working house of the person(s) to be contacted by the customer for the arrangement of a personal interview with an employee of the electrical utility with the authority to accept full payment or make other payment arrangements.
- 2. The total amount owed by the customer for electrical services rendered, the date and amount of the last payment and the date by which the customer must either pay in full the amount outstanding or make satisfactory arrangements for payment by installments of such amount.

- 3. The statement that service to a-residential customer during the months of December through March will not be terminated where such customer, or a member of his household at the premises to which service is rendered, can furnish to the utilityelectrical utility, no less than (3) days prior to termination of service or to the terminating crew at time of termination, a certificate on a form provided by the utilityelectrical utility and signed by a licensed physician, that termination of electric service would be especially dangerous to such person's health. Such certificate must be signed by the customer and state that such customer is unable to pay in full the amount of the charges due for electrical service or is unable to pay by installments. A certification shall expire on the thirty-first day from the date of execution by the physician. Such certification may be renewed no more than three
  - (3) times for an additional thirty (30) day period each. Upon renewal of the certification, the electrical utility shall advise the customer that he may wish to call the local social service agency to determine what public or private assistance may be available to him.
  - 4. The availability of investigation and review of any unresolved dispute by the Commission ORS Staff and include the Commission's ORS's toll free telephone number.
  - b. Not more than two (2) business days prior to termination of service, the electrical utility shall make reasonable efforts either by telephone or in person to contact the customers that is subject to termination of service to notify him that his service is subject to termination for non-payment. Alternatively, not more than three (3) business days prior to termination of service, the electrical utility shall notify the customer by mail that he is subject to termination of service for non-payment. The electrical utility shall maintain records of the efforts made to contact such customers. Termination of service may be delayed in case of inclement weather, emergencies or operational conflicts.
  - c. The electrical utility shall provide for the arrangement of a deferred payment plan to enable a residential customer to make payment by installments where such customer is unable to pay the amount due for electrical service. The deferred payment plan shall require the affected customer to maintain his account current and pay not less than 1/6 of the outstanding balance for a period not to exceed six months. The outstanding balance may include the late payment charge authorized by R-103-339(3). Service to such customer shall not be terminated unless the electrical utility has informed the customer that such deferred payment plan is available. Any agreement to extend or defer a payment cut off date by more than five work days is a deferred payment plan. If a customer fails to conform to the terms and conditions of such deferred payment plan, the electrical utility

may terminate service upon three (3) days written notice, if personally delivered, or upon five (5) days notice by mail.

- d. If a residential customer informs the utility electrical utility that he is unable to make payment in full on his account or to make arrangements for the satisfaction of the balance of his account through a deferred payment plan, the electrical utility shall advise the customer that he may wish to call the local social service agency to determine what public or private assistance may be available to the customerhim.
- e. The electrical utility shall maintain a record of all deferred payment plans established with customer subject to termination for a period of two (2) years.
- f. The electrical utility shall provide a copy of the termination notice to any third party identified by the customer upon establishment of the service account or at any time thereafter.
- g. Electric service may\_be terminated only on Monday through Thursday between the hours of 8:00 a.m. and 4:00 p.m., unless provisions have been made for the availability of the acceptance of payment and the reconnection of service. Electric service may not be terminated on the day preceding any day on which the electric utility's collection offices are closed, unless provisions have been made for the availability of the acceptance of payment and the reconnection of service. All employees of electrical utilities assigned to terminate service shall be authorized to accept payment from customers subject to termination of service, or in lieu thereof, at the utilityelectrical utilityies's option, allow such customer at least one full working day beyond the initial date set for termination the opportunity to make satisfactory arrangements on the account at the offices of the utilityelectrical utility; provided, however, that in certain areas where it has been determined by the utilityelectrical utility that the safety of its employees warrants it, those employees shall not be required to accept payments from customers subject to termination.

#### **SUBARTICLE 5**

### **ENGINEERING**

103-360. Requirements for Good Engineering Practice.

The electric plant of an electrical utility shall be constructed, installed, maintained and operated in accordance with good engineering practice to assure, as far as reasonably possible, continuity of service, uniformity in the quality of service, and the safety of persons and property.

# 103-361. Acceptable Standards.

Unless otherwise <u>orderedspecified</u> by the <u>Commission</u>, after hearing if requested, the electrical utility shall use the applicable provisions of the latest edition, Part 2, of the "National Electrical Safety Code", as minimum standards of accepted good engineering practice.

## 103-362. Acceptable References.

Part 2 of the "National Electrical Safety Code" (latest edition), is considered by this Commission to be an acceptable reference.

New additions to Part 2 of the National Electrical Safety Code shall become effective six months after the date of final approval by the American National Standards Institute unless a request for a hearing has been granted by the <u>Ccommission</u>.

# 103-363. Adequacy of Service.

# 1. Operation of Electrical Utility.

A. Standard Frequency-Each electrical utility supplying alternating current shall adopt a standard frequency of 60 Hertz, suitability of which has been determined by the Commission, and shall maintain this frequency within 15 seconds plus or minus of standard at all times during which service is supplied; provided, however, that momentary variations of frequency of more than 15 seconds which are clearly due to no lack of proper equipment or reasonable care on the part of the electrical utility, shall not be construed a violation of this rule.

B. Standard Voltage--Each electrical utility shall adopt standard average voltage for its different classes of constant voltage service. This voltage maintained at the electrical utility mains shall at all times be reasonably constant, and the variations in voltage from the average shall in no case exceed the limitations as prescribed below.

For service rendered for lighting purposes plus or minus voltage variations from the standard adopted, shall not exceed 5%. For service rendered for power or primarily for power purposes, tThe voltage variations for service should not exceed 10% above or below the standard average voltage.

A greater variation of voltage than specified above may be allowed when service is supplied directly from the transmission line or in a limited or extended area where customers are widely scattered, and the business done does not justify close voltage

regulation. In such cases, the best voltage regulation should be provided that is practicable under the circumstances.

Variations in the voltage in excess of those specified, caused by the operation of power apparatus on customers' premises which necessarily requires large starting current by the action of the elements, and by infrequent and unavoidable fluctuations of short duration due to station operation, shall not be construed a violation of this rule.

- C. Special Equipment—Where a separate transformer or other additional electrical utility standard equipment or capacity is to be used to eliminate fluctuations or other effects detrimental to the quality of service to other customers—due to welding or x-ray equipment, etc., the electrical utility may make a reasonable charge for the transformer, equipment and line capacity required. In lieu of the above, the electrical utility may require the customer to either discontinue the operation of the equipment causing the disturbance or install the necessary motor generator set or other apparatus to eliminate the disturbance detrimental to the service of other customers.
- D. When only one set of overhead service wires (service drop) is required to connect a residential or small non-residential customers to electric service mains, the electrical utility shall provide such service drop including the attachments at the point where service drop wires are attached to customer's premises, which point shall be the point nearest the utilityelectrical utility's electric circuit to be used in supplying service to the customer. The customer shall provide "service entrance facilities" including meter loop, entrance switch or circuit breaker, and service entrance conductors complying with rules of the utilityelectrical utility from the point of attachment of the utilityelectrical utility's service drop on the customer's premises. The customer shall provide a substantial point of attachment for service drop wires. This provision does not apply to large non-residential or industrial customers' connections as they vary so greatly that each requires special consideration. When service to the customer requires individual electrical utility company facilities (such as oil circuit breakers, transformers, etc.), to be located on customer's premises on the ground or in a vault, the customer shall provide a suitable, adequate and readily accessible space for such facilities and shall insure access at all times. Electrical utility property installed on a customer's premises shall remain property of the electrical utility and may be removed for testing, repairs, changes in service or other conditions justifying change or removal.
- E. For substations erected to serve an individual customer, the electrical utility shall provide either suitable supports on the substation structure or a suitable structure outside and immediately adjacent to its substation property line to which the customer shall extend his facilities. The customer in addition shall install, or cause to be installed, all facilities beyond the point of delivery thus established. When required by the electrical utility, the customer shall install one set of main disconnecting switches which shall control all of the customer's load other than a fire pump circuit, if any.
- F. The meter installation of the electrical utility may include enclosures that may be locked by the electrical utility and not accessible to the customer.

- 2. Voltage Surveys and Records.
- A. Each electrical utility shall provide itself with suitable indicating and/or recording voltmeters, and shall make a sufficient number of voltage tests periodically so as to insure compliance with the voltage requirements cited above. These tests shall be made at appropriate points upon the electrical utility's distribution lines.
- B. Each electrical utility shall have installed at its generating stations suitable instruments to indicate the frequency and voltage of the service rendered from that station, together with the load or loads demanded in each such station. Each electrical utility shall keep a station record at attended stations which shall show: (1) the time of starting and shutting down the generating units; (2) readings of such instruments as necessary; and (3) all interruptions to service affecting bus bars or distribution systems, with the time, duration, and the cause (when known) of the interruption.

### **SUBARTICLE 6**

### INSPECTIONS AND TESTS

103-370. Electrical Utility Inspection and Tests.

Each electrical utility shall make such tests as are prescribed under these rules with such frequency and in such manner and at such places as is herein <u>provided or requested by the ORS or as may be approved or ordered by the Ccommission.</u>

- 1. All electric meters shall be tested and calibrated under the applicable periodic or sample testing plan as prescribed by American National Standards Institute (ANSI) Standard C12 Code of Electricity Meters. Results from sample-tested meters shall be communicated to ORS on an annual basis. Periodic Tests of Meters. Each electrical utility shall test each watt hour meter, and if necessary, recalibrate according to the following schedule:
- a. Meters used with instrument transformers:
- 1. Polyphase meters—at least once in four (4) years.
- 2. Single phase meters—at least once in eight (8) years.
- b. Self-contained polyphase meters—at least once in six (6) years.
- e. Self-contained single-phase and three wire network meters—at least once in eight (8) years.

- d. Single phase meters may be tested and calibrated in accordance with "Sample Meter Testing Plans" approved by the Ccommission. Electrical utilities using a "Sample Meter Testing Plan" shall continue to advise the Ccommission and the ORS of the results of the operation of the plan.
- 2. Meter Testing on Request of Customers.
- A. Each electrical utility shall, at any time (when requested in writing by a customer) upon reasonable notice, test the accuracy of the meter in use by him.
- B. No deposit or payment shall be required from the customer for such meter test except when a customer requests a meter test within one year after date of installation or the last previous test of a meter, in which case he shall be required upon request by the electrical utility to deposit the estimated cost of the test, but not to exceed \$15.00 without approval of the Commission. The amount so deposited with the electrical utility shall be refunded or credited to the customer, if the meter is found, when tested, to register more than 2% fast or slow, otherwise the deposit shall be retained by the electrical utility.
- C. A customer may request to be present when the electrical utility conducts the test on his the meter, or if requested he desires, the customer may send a representative appointed by him. The electrical utility shall honor such request.
- D. A report giving the name of the customer requesting the test; the date of the request; the location of the premises where the meter has been installed; the type, make, size, and serial number of the meter; the date of removal; the date tested; and the result of the test shall be kept by the electrical utility.

# 103-371. Commission ORS Inspections and Tests.

The Commission ORS shall make tests of meters as follows:

- a. Upon written request to the Ccommission or ORS by a customer or an electrical utility, a test will be made of the customer's meter as soon as practicable.
- b. On receipt of such request, the Commission ORS shall notify the electrical utility, and the electrical utility shall not knowingly remove or adjust the meter until instructed by the Commission ORS. The Commission ORS shall supervise the test of the meter, using the Commission's rotating standard, or the Commission Standard with such standard being compared with the electrical utility's standard. The results of the test shall be made available to the customer.
- c. The customer shall be notified of the test in sufficient time to allow him or his

representative to be present.

d. The Commission ORS shall make a written report of the results of the test to the customer and to the electrical utility.

## **103-372.** Facilities and Equipment for Testing.

- A. Each electrical utility furnishing metered electric service shall, unless specifically excused by the Commission, provide and have available such meter laboratory, standard meters, instruments and facilities as may be necessary to make the tests required by these rules or other orders of the commission or as requested by the ORS, together with such portable indicating electrical testing instruments, watt-hour testing meters, and facilities of suitable type and range for testing service watt-hour meters, voltmeters and other electrical equipment, used in its operation, as may be deemed necessary and satisfactory to the Commission or the ORS.
- B. All portable indicating electrical testing instruments such as voltmeters, ammeters and wattmeters, when in regular use for testing purposes, shall be checked against suitable reference standards whenever used in testing service meters of the electrical utility.
- C. When the size of the electrical utility is such that it is more economical to contract for meter testing, such procedure is authorized provided the contract work is done by a recognized meter testing laboratory.

### 103-373. Test Procedures and Accuracies.

1. Method of Determining Average Error of Meters.

A. Field testing the average error of a service watt-hour meter shall be determined as follows: The error at Light Load, here defined as approximately 10% of the rated capacity (Test Amperes) of the meter, shall be determined by taking the average of at least two errors determined from as many separate tests on the same Light Load, which error must agree within one-half percent  $(-1/2\frac{1}{2}-9\%)$ .

In the same manner, the error at Full Load, here defined as approximately the rated capacity (Test Amperes) of the meter, shall be determined. The average error of the meter shall then be determined by taking the average error at Light Load plus four times the error at Full Load (Test Amperes) and dividing this sum by five, proper consideration being taken of the sign of the two errors.

B. Meter Shop Testing--When an electronic test board is used, the average error of a watt-hour meter shall be determined as follows: The error at Light Load, here defined as approximately 10% of the rated capacity (Test Amperes) of the meter, shall be determined. The error at Full Load, here defined as approximately the rated capacity of the meter or Test Amperes, shall be determined. The average error of the meter shall then

be determined by taking the error at Light Load plus four times the error at Full Load (Test Amperes) and dividing this sum by five, proper consideration being taken of the sign of the two errors.

# 2. Meter Accuracy.

A. Creeping: No watt-hour meter which registers on "no load" when the applied voltage is less than one hundred and ten (110) percent of standard service voltage shall be placed in service or allowed to remain in service.

B. Initial Accuracy Requirements--No watt-hour meter shall be in service which is in any way mechanically defective to impair its performance, or which has incorrect constants, or which has not been tested individually or under a sample meter testing plan approved by the Commission for accuracy of measurement and adjusted, if necessary, to meet these requirements at unity power factor:

Average error not over 0.5% plus or minus;

Error at Full Load (Test Amperes) not over 0.5% plus or minus;

Error at Light Load not over 1.0% plus or minus.

C. Adjustment After Test--Whenever a test made by an electrical utility, contract vendor or by the Commission ORS on a service watt-hour meter connected in its permanent position in place of service shows that the average error is greater than that specified allowed above, the meter shall be adjusted to bring the average error within the specified initial accuracy limits, or the meter shall be replaced.

## 3. Test Instruments.

Each electrical utility shall own and maintain such rotating standard watt-hour meters, such instrument transformers, voltmeters, ammeters and such other instruments necessary in maintaining the accuracy of its standards used in testing the meters serving its customers.

### **SUBARTICLE 7**

# STANDARDS AND QUALITY OF SERVICE

103-380. Quality of Service.

Each electrical utility shall provide the best possible service that can be reasonably expected from the facilities of that electrical utility. When the quality or quantity of service falls below what can be reasonably expected, the electrical utility shall, as soon as practicable, provide the proper service.

103-381. Interruption of Service.

- A. Each electrical utility shall make all reasonable efforts to avoid interruptions of service, but when interruptions occur, service shall be re-established within the shortest time practicable, consistent with safety of its employees, customers, and of the general public.
- B. Planned interruptions shall be made at a time that will not cause unreasonable inconvenience to customers and shall be preceded by a reasonable attempt to give adequate notice to those who will be affected.

## 103-382. Restrictions on the Use of Service.

- A. The electrical utility may impose reasonable restrictions on the use of electric service during periods of shortage of supply, excessive demand or other difficulty which jeopardizes the supply of service to any group of customers.
- B. The electrical utility may impose reasonable restrictions on the use of electric service by customers who create conditions which prevent the electrical utility from supplying satisfactory service to that customer, or to other customers.
- C. If an electrical utility finds that it is necessary to restrict the use of electric service, it shall notify its customers and give the <u>Commission</u> written notice, except in emergencies, before such restriction becomes effective. Such notification shall specify:
- 1. The reason for restriction.
- 2. The nature and extent of the restriction, i.e., amount and time of use by certain classes of customers, etc.
- 3. The date such restriction is to go into effect.
- 4. The probable date of termination of such restriction.
- D. The electrical utility shall not be required to furnish service to customers whose equipment is operated in such manner as to cause unreasonable voltage fluctuations on the electrical utility's circuits, which fluctuations are detrimental to service to other customers.

### 103-383. Special Tests.

The electrical utility shall conduct such special and regular tests of its generating transmission and distribution plant as will enable the electrical utility to provide the best service possible at the most reasonable cost to the customers of the electrical utility.

### SUBARTICLE 8

#### **SAFETY**

# 103-390. Acceptable Standards.

As criteria of accepted good safety practice of the electrical utility, the <u>C</u>commission shall use the applicable provisions of the standards listed in 103-361.

### 103-391. Protective Measures.

- A. Each electrical utility shall exercise reasonable care to reduce the hazards to which its employees, its customers and the general public may be subjected.
- B. The electrical utility shall give reasonable assistance to the Commission ORS in the investigation of the cause of incidents accidents and shall give reasonable assistance to the commission and the ORS in the determination of suitable means of preventing incidents accidents.
- C. Each electrical utility shall maintain a summary of all reportable <u>incidents</u> arising from its operations. (See 103-315.)

# 103-392. Safety Program.

Each electrical utility shall adopt and execute a safety program, fitted to the size and type of its operations. As a minimum, the safety program should:

- a. Require employees to use suitable tools and equipment in order that they may perform their work in a safe manner.
- b. Instruct employees in safe methods of performing their work.
- c. Instruct employees who, in the course of their work, are subject to the hazard of electrical shock, asphyxiation, or drowning, in accepted methods of artificial respiration.
- d. Establish liason with appropriate public officials, including fire and police officials in anticipation of a potential emergency.
- e. Establish an educational program to enable customers and the general public to recognize and report an electrical emergency to the appropriate officials.

## **ARTICLE 4**

## **GAS SYSTEMS**

### SUBARTICLE 1

## **GENERAL**

### 103-400. Authorization of Rules.

A. Section 58-5-210 of the Code of Laws of South Carolina, 1976, provides: "That the Public Service Commission is hereby, to the extent granted, vested with power and jurisdiction to supervise and regulate the rates and service of every 'Public Utility' in this State as defined in this Act, together with the power, after hearing, to ascertain and fix such just and reasonable standards, classifications, regulations, practices and measurements of service to be furnished, imposed, observed and followed by every public utility in this State, and the State hereby asserts its rights to regulate the rates and services of every 'Public Utility' as herein defined."

In accordance with the above provisions, the Public Service Commission has adopted the following Rules and Regulations and fixed the following standards for gas service to become effective June 30, 1976. All previous rules or standards are hereby revoked, annulled, and superseded.

- B. S. C. Code Ann. § 58-5-970 (1976), provides that tThe Public Service Commission and the Office of Regulatory Staff ("ORS") "is authorized to adopt and enforce the minimum Federal Safety Standards for the transportation of gas and pipeline facilities established by the Secretary of Transportation pursuant to Section 3(b) of the Natural Gas Pipeline Safety Act of 1968 as may be amended from time to time", and administered by the Pipeline and Hazardous Materials Safety Administration ("PHMSA") of the Federal Department of Transportation ("DOT").
- C. The adoption of these rules shall in no way preclude the Public Service Commission from altering, amending or revoking them in whole or in part, or from requiring any other or additional service, equipment, facility or standard, either upon complaint or upon its own motion, or upon the application of any utility.
- Furthermore, these rules shall not in any way relieve (either) the Commission, ORS or the utilities of any duties under the laws of this State.

# 103-401. Application of Rules.

1. Jurisdiction. These rules shall apply to any person, firm, partnership, association, establishment, or corporation which is now or may hereafter become engaged as a public utility in the business of furnishing gas to any gas customer within the State of South Carolina, except where municipalities or agents thereof, and/or any gas authorities are specifically exempted by statute.

- 2. Purpose. The rules are intended to define good practice. They are intended to insure adequate and reasonable service. The utilities shall assist the <u>Commission</u> in the implementation of these rules and regulations.
- 3. Waiver of Rules. In any case where compliance with any of these rules and regulations introduces unusual difficulty or where circumstances indicate that a waiver of one or more rules or regulations is otherwise appropriate, such rules or regulations may be waived by the Commission upon a finding by the Commission that such waiver be in is not contrary to not adverse to the rights of the parties. the public interest.

### 103-402. Definitions.

The following words and terms, when used in these rules, shall have the meaning indicated:

- 1. Commission. "Commission" means tThe Public Service Commission of South Carolina.
- 2. Consolidated Political Subdivision. A consolidated political subdivision means that it exists pursuant to the Constitution of this State, and shall not be deemed a city, town, county, special purpose district or other governmental unit merged thereinto.
- 23. Customer. "Customer" means a Any person, firm, association, establishment, partnership or corporation, or any agency of the Federal, State, or local government, being supplied with gas service by a gas utility under the jurisdiction of this commission.
- 2. Gas Utility. "Gas Utility" includes every privately owned corporation, firm or person furnishing or supplying gas service to the public, or any portion thereof, for compensation. Provided, however, this term shall not include any gas utility owned or operated by any municipality or agency thereof; nor shall it include any gas utility owned or operated by any gas authority specifically exempted by statute from the jurisdiction of the Commission.
- 3. Customer. "Customer" means any person, firm, association, establishment, partnership or corporation, or any agency of the Federal, State, or local government, being supplied with gas service by a gas utility under the jurisdiction of this Commission.
- 34. Gas. "Gas" or "Natural Gas". means either nNatural gas unmixed, or any mixture of natural and manufactured gas, including but not limited to, synthetic natural gas and liquefied petroleum("LP").
- 4.5. Gas Service. "Gas Service" means tThose functions performed by a gas utility for its customers, including the purchase and/or manufacture of gas, storage of gas, transportation and delivery of gas to the customer.
- 4<u>56</u>. "Gas System or Operator". includes a<u>A</u>ll gas utilities operating within this State, including gas authorities, municipalities, <u>small LP system operators</u>, <u>master meter operators</u>, <u>landfill gas</u> ("<u>LFG Operator</u>"), public service districts, <u>and</u> other political subdivisions <u>and any other gas</u>

- systems of this State insofar as they are within the jurisdiction of the Commission for regulation of safety standards and conditions, pursuant to S. C. Code Ann. § 58-5-920(f) (1976).
  - 67. Gas Utility. "Gas Utility" includes eEvery privately-owned corporation, firm or person furnishing or supplying natural gas service to the public, or any portion thereof, for compensation. Provided, however, this term shall not include any gas utility owned or operated by any municipality or agency thereof; nor shall it include any gas utility owned or operated by any gas authority specifically exempted by statute from the jurisdiction of the commission.
  - 5.7. 8. Municipality. "Municipality" i Includes a city, town, county, township and any other corporation existing, created or organized as a governmental unit under the Constitution and Llaws of this State except a consolidated political subdivision or special purpose district.
  - 9. ORS. "ORS" means t The South Carolina Office of Regulatory Staff.
  - 10. PHMSA. Pipeline and Hazardous Materials Safety Administration of the United States Department of Transportation ("DOT").
  - 6.9.11. Rate. "Rate" when used in these Rules and Regulations means and includes every compensation charge, toll, rental, and classification, or any of them, demanded, observed, charged or collected by any gas utility for any gas service offered by it to the public, and any rules, regulations, practices or contracts affecting any such compensation, charge, toll, rental or classification.
  - 7. Gas. "Gas" or "Natural Gas" means either natural gas unmixed, or any mixture of natural and manufactured gas, including but not limited to, synthetic natural gas and liquefied petroleum.
  - 8. Gas Service. "Gas Service" means those functions performed by a gas utility for its customers, including the purchase and/or manufacture of gas, storage of gas, transportation and delivery of gas to the customer.
  - 103-403. Authorization for Rates and Charges.
  - A. All rates, tolls and charges proposed to be put into effect by any gas utility shall be first approved by this <u>Commission</u> before they shall become effective, unless they are exempt from such approval by statute, Order of this <u>Commission</u>, or other provision of law.
  - B. No schedule of rates, tolls, or charges under jurisdiction of the <u>Cc</u>ommission, differing from the approved tariffs or rates, shall be changed until after proposed change has been approved by the <u>Cc</u>ommission.
  - C. No rates, tolls, charges, nor service of any gas utility shall be deemed approved nor consented to by mere filing of schedules or other evidence thereof in the offices of the Commission, unless such proposed adjustment is made in accordance with tariff provisions which have previously been approved by the Commission.

D. All contracts between any industrial customer and any gas utility which establish or adjust rates for that industrial customer may become effective as of the dates of the contracts unless disapproved or modified by the Commission in the public interest. Such contracts shall be provided to the ORS and filed with the Commission within seven (7) days of execution.

## **103-404.** Territory and Certificates.

A. No public utility supplying gas to the public shall hereafter begin the construction or operation of any gas facility, or of any extension thereof, without first obtaining from the Ccommission a certificate that public convenience and necessity requires or will require such construction or operation; such certificate to be granted only after notice to ORS, other interested gas utilities and to the public, and after due hearing; provided, however, that this regulation shall not be construed to require any such gas utility to secure a certificate for any extension within any municipality or district within which it has heretofore lawfully commenced operations, or for an extension within or to territory already served by it, necessary in the ordinary course of its business, or for an extension into territory contiguous to that already occupied by it and not receiving similar service from another gas utility; but if any gas utility in constructing or extending its lines, plant or facilities unreasonably interferes, or is about to unreasonably interfere, with the service or system of any other gas utility, the Ccommission may make such order and prescribe such terms and conditions in harmony with this regulation as are just and reasonable.

B. The term "public utilities supplying gas to the public" shall include all utilities supplying gas to the public, including natural gas and manufactured gas when such manufactured gas is used to supplement flowing gas supply.

## **103-405.** Utility Rules and Regulations.

Each gas utility shall adopt such rules, regulations, practices, service requirements, terms and conditions, etc. as may be necessary in the operation of gas service to its customers which shall be <u>provided to the ORS and</u> filed with and subject to review and order of the <u>Ccommission</u>, unless otherwise specified.

### **SUBARTICLE 2**

### RECORDS AND REPORTS

## 103-410. Location of Records and Reports.

All records required by these rules or necessary for the administration thereof, shall be kept within this State, unless otherwise authorized by the Commission. These records shall be available for examination by the Commission or its authorized representatives ORS at all reasonable hours.

## 103-411. Retention of Records.

1. Retention Period. Unless otherwise specified by the Commission or by regulations governing

specified activities, all records required by these rules and regulations shall be preserved for <u>a</u> minimum of two years.

- 2. Test and Inspection Records. A complete record shall be kept of all tests and inspections made under these rules as to the quality or condition of service which it renders.
- 3. Contents of Test Records. All records of tests shall contain complete information concerning the test, including the date, hour, and place where the test was made; the name of the person making the test and the result.
- 103-412. Data to be Filed with the Commission and Provided to the ORS as Applicable.
- 1. Annual Report. Each gas utility operating in this State shall make an annual report to the Commission and ORS giving such information as the Commission may direct. 1. Annual Reports. Each gas utility operating in this State shall provide a hard copy and an electronic copy of Federal Energy Regulatory Commission ("FERC") Form 2 or its equivalent to ORS. Each gas system shall provide a copy of the Annual Reports required by the Federal DOT and PHMSA to ORS.
- 2. Current Information and Documents. The gas utilities shall <u>provide</u> <u>file</u> <u>with the Ccommission</u> <u>and/or provide to the ORS</u> the following documents and information to the commission and <u>ORS</u>, as specified.
- 2.1. Tariff. A copy of the gas utility's tariff which shall include:
- A. A copy of each schedule of rates for service, together with applicable riders.
- B. A copy of the gas utility's rules or terms and conditions, describing the gas utility's policies and practices in rendering jurisdictional gas service. These rules shall include:
- 1. The minimum and maximum heating value of the gas in BTU's per cubic foot.
- 2. A list of the classes of items which the gas utility furnishes and maintains on the customer's premises, such as service pipe, meters, regulators, vents and shutoff valves.
- 3. A statement indicating the minimum number of days allowed for payment of the gross amount of the customer's bill before service will be discontinued for non-payment.
- 4. A statement indicating the volumetric measurement base to which all sales of gas at other than standard delivery pressure are corrected.
- C. Tariffs must be filed with the office of the Cchief Cclerk of the commission and, on that same day, provided to the Executive Director of the ORS.
- 2.2. Customer Bill. A copy of each type of bill form used in billing for gas service shall be

# provided to ORS.

- 2.3. Operating Area Map. A map showing the gas <u>utility'ssystems</u> operating area. This map shall be revised <u>annually unless such revision is unnecessary</u>, in which event the <u>utility shall notify the Ccommission and ORS</u> that the map on file is current as necessary and made available to <u>ORS</u> upon request. The map should show:
- a. Gas production plant.
- b. Principal storage facilities.
- c. Transmission lines and principal mains by size and valves located thereon.
- d. System metering (supply) points.
- e. State boundary crossings.
- f. Certified area and/or territory served.
- g. Names of all communities (post offices) served.
- 2.4. Authorized Representative. The gas utility shall advise the Ccommission and provide to ORS the name, title, address and telephone number of the person or persons who should be contacted in connection with:
- a. General management duties.
- b. Customer relations (complaints).
- c. Engineering and/or operations.
- d. Meter tests and repairs.
- e. Emergencies during non-office hours.
- 2.5. Contract Forms. A copy of the gas utility's gas service contract forms, and special gas service contract forms shall be provided to ORS.
- 2.6. Pipeline Safety. All gas systems subject to pipeline safety regulation shall file with the Ceommission and provide to the ORS those reports, policies and procedures required by the regulations Federal Pipeline Safety Regulations: Minimum Safety Standards for the Transportation of Natural and Other Gas, 49 C.F.R., as amended from time to time, to include, but not limited to, the following:
- a. Inspection and maintenance manual.
- b. Emergency plan.

- c. Construction specifications.
- c. d. Welding procedures. Welders. Listing of welders and proof of qualifications.
- e. Procedures for corrosion control.
- f. Annual reports as required by the Office of Pipeline Safety.
- g. Reports of leaks which involve property damage in excess of \$5000. After the gas utility conducts its investigation, if it finds that the property damage does not exceed \$5000, the gas utility shall notify the affected customer of its findings in writing by certified mail. This notification shall inform the customer that the gas utility has not reported the incident to the Office of Regulatory Staff because its investigation concluded that the property damage from the leak did not exceed \$5000. Further, the notification shall inform the customer that if the customer disagrees with the gas utility's findings that the customer can file a written complaint with the commission and provide a copy of the complaint to the ORS. The gas utility shall include the commission's name and address and the ORS's name and address in the notice to the customer.
- 2.7. Construction Costs. All gas systems subject to pipeline safety regulation shall notify the Ccommission and ORS of any construction projects with costs of \$1,000,000 or more.
- 2.7. New Construction. All gas systems subject to pipeline safety regulation shall notify ORS of any construction projects meeting either of the criteria below:
- A. Projects resulting in a cost of \$500,000 or more, whether steel, plastic, or other materials are installed or;
- B. Projects involving 25,000 feet of piping or more, whether steel, plastic, or other material(s) are utilized.
- 103-413. Inspection of Utility Plant Gas Systems.
- A. Each gas <u>utility system</u> shall, upon request of the <u>Commission or ORS</u>, <u>file with the Commission provide to the ORS</u> a statement regarding the condition and adequacy of its plant, equipment, facilities and service in such form as the <u>Commission or ORS</u> may require.
- B. Each gas <u>utility-system</u> shall keep sufficient records to give evidence of compliance with its inspection program.

# 103-414. Interruption of Service.

Each gas utility shall keep a record of any condition resulting in any interruption of service affecting its entire system or major division thereof, or any major community or any important division, consisting of at least fifty customers, of a community, including a statement of the time,

duration and cause of such interruption. <u>If such unscheduled interruption is for more than six hours, The Ceommission and ORS</u> is are is to be notified by telephone of any such interruption as soon as practicable after it comes to the attention of the gas utility and a complete written report made to the <u>Ceommission and ORS</u> after restoration of service, if such interruption is more than 6 hours in duration.

## 103-415. Accidents Incidents.

A. Each gas system shall, as soon as possible, report to the Commission ORS each accident happening in connection with the operation of its property, facilities, or service, wherein any person shall have been killed or hospitalized with injuries or whereby such reporting is required by Subarticle 8. Such telephonic report shall later be supplemented by written reports if required by Subarticle 8. Each gas system shall, as soon as possible report by telephone to the Commission ORS all gas leaks not reportable under the above criteria, but resulting in property damage in excess of \$5,000. Such telephonic report shall later be supplemented by written report giving the cause and other details of the incident. After the gas utility conducts its investigation, if it finds that the property damage does not exceed \$5000, the gas utility shall notify the affected customer of its findings in writing by certified mail. This notification shall inform the customer that the gas utility has not reported the incident to the Office of Regulatory Staff because its investigation concluded that the property damage from the accident did not exceed \$5000. Further, the notification shall inform the customer that if the customer disagrees with the gas utility's findings that the customer can file a written complaint with the commission and provide a copy of the complaint to the ORS. The gas utility shall include the commission's name and address and the ORS's name and address in the notice to the customer.

Each gas system shall, as soon as possible, report to ORS each incident occurring wherein there exist either: (a) serious injury or death of any person; (b) property damage in excess of \$5,000, in the gas system's commercially reasonable estimation, including the gas system's cost of lost gas exiting the gas system's lines to a customer's meter and the expense to make repairs to its facilities or property; or (c) an event that is significant in the judgment of the gas system.

B. Each gas system shall establish <u>and follow procedures for analyzing, reporting, and minimizing accidents for the purpose of determining the causes and minimizing the possibilities of any future incidents recurrences.</u>

# 103-416. Complaints. [RESERVED].

Complaints concerning the charges, practices, facilities, or services of the utility shall be investigated promptly and thoroughly. Each gas utility shall keep a record of all such complaints received, which record shall show the name and address of the complainant, the date and character of the complaint, and the adjustment or disposal made thereof.

# 103-417. Meter History Records.

Each gas utility shall maintain records of the following data, where applicable, for each billing meter for so long as such meter is in possession of the gas utility and for at least twelve months

thereafter.

- a. Date of purchase.
- b. The complete identification--manufacturer, number, type, size, capacity, multiplier, and constants.
- c. The current and last previous locations, and the dates of installation at and removal from service at such locations.
- d. Repairs.

## 103-418. Meter Test Records and Reports.

- A. Each gas utility shall maintain records of at least the last two tests made of any billing meter. The record of the meter test made at time of the meter's retirement shall be maintained for a minimum of two (2) years. Test records shall include the following:
- 1. The date and reason for the test.
- 2. The reading of the billing meter before making any test.
- 3. The accuracy "as found" at check and open rated flow (up to 10,000 cfh).
- 4. The accuracy "as left" at check and open rated flow (up to 10,000 cfh).
  - 5. In the event test of the meter is made by using a test meter or a flow prover, the gas utility shall retain all data taken at the time of the test in sufficiently complete form to permit the convenient form to permit the convenient checking of the test methods and the calculations.
  - B. Whenever any gas service meter is tested the original test record shall be preserved, including the information necessary for identifying the meter, the reason for making the test, the reading of the meter upon removal from service, and the result of the test, together with all data taken at the time of the test in sufficiently complete form to permit convenient checking of the methods employed and the calculations.

### SUBARTICLE 3

### **METERS**

# 103-420. Meter Requirements.

- 1. General. Service shall be measured by meters furnished by the gas utility unless otherwise authorized by the Ccommission, and such meters shall maintain the degree of accuracy as set forth in 103-423.
- 2. Measurement. Where applicable, each gas meter shall indicate clearly the unit of gas

registered by such meter. Where gas is metered under high pressure, or where the quantity is determined by calculation from recording devices, the gas utility shall, when requested, supply the customer with such information as will make clear the method by which the quantity is determined.

3. Absorptive Type Diaphragms. No meter removed from service equipped with an absorptive type diaphragm shall be returned to service, unless such meter has been equipped with a non-absorptive type diaphragm.

# 103-421. Meter Reading.

Unless extenuating circumstances prevent, meters shall be read and bills rendered on a monthly basis of not less than 28 days nor more than 34 days.

# 103-422. Meter Reading Sheet, Card, or Instrument Data.

The meter reading sheets, cards, or instruments data maintained by the gas utility shall-show include:

- a. Customer's name and service address.
- b. Identifying number and/or description of the meter(s).
- c. Meter Readings.
- d. If the reading has been estimated.
- e. Location of meter on premises, or special reading instructions, if applicable.

# 103-423. Meter Accuracy and Condition.

- A. Every gas meter, whether new, repaired, or removed from service for any cause, shall be in good order before being installed for the use of any customer and shall be correct to within the limits prescribed in 103-475(5).
- B. Care shall be taken to insure that every gas meter being transported or stored to install or test for the use of any customer is handled in a manner that will not affect impair the condition performance of such meter.

### 103-424. Meter Seal.

Immediately after the pre-installation tests or field tests of a billing meter one other billing device, a seal or locking device shall be affixed or other means provided, where practical, designed to discourage or reveal tampering or theft of gas.

# 103-425. Configuration and Location of Meter.

- A. No customer's meter shall be <u>configured and/or</u> installed in any location where it may reasonably be expected to be exposed to damage, <u>impairment</u> or in any unduly dirty or inaccessible location.
- B. Outdoor meters shall be used where practicable.
- C. Each customer shall provide and maintain at the customer's expense a suitable and convenient place, agreeable to the gas system, for the location of meters, where the meter will be readily accessible at any reasonable hour for the purpose of reading, testing, repairing, etc., and such other appliances owned by the gas system and placed on the premises of the customers shall be placed as to be readily accessible at such times as are necessary, and the authorized agent of the gas system shall have authority to visit such meters and appurtenances at such times as are necessary in the conduct of the business of the gas system.

## 103-426. Change in Character of Service.

- A. In order that the gas utility may provide a proper service facility and metering installation, the customer shall advise the gas utility of the expected service requirements and shall also advise the gas utility of any increase or decrease in the load to be provided by the gas utility in sufficient time to change service characteristics.
- B. In case any substantial change is made by the gas utility in the service conditions which would affect the operation or adjustment of appliances of customers, the affected appliances shall be readjusted by the gas utility for the conditions without charge.

### **SUBARTICLE 4**

#### **CUSTOMER RELATIONS**

103-430. Customer Information.

Each gas utility shall:

- a. Maintain up-to-date maps, plans, or records of its entire transmission and distribution systems, with such other information as may be necessary to enable the gas utility to advise prospective customers, and others entitled to the information, as to the facilities available for serving customers within its operating area.
- b. Notify each affected customer in writing, as prescribed ordered by this the Commission, of any proposed change in rates and charges. Unless the Commission orders otherwise, this notice requirement shall not apply to Purchased Gas Adjustments, Curtailment Adjustments, and Exploration Adjustments. Certification that the above notice requirement has been met shall be furnished to the Commission and ORS by the gas utility.
- c. Post a notice in a conspicuous place in each office of the gas utility where applications for

service are received, informing the public that copies of the rate schedules and rules relating to the service of the gas utility, as <u>filed with and approvedordered</u> by the <u>Ccommission</u>, are available for inspection <u>at the gas utility</u>.

- d. Upon request, inform its customers as to the method of reading meters, as to billing procedures, and shall assist customers in selecting the most economical rate schedule applicable and method of metering the service, except as otherwise provided ordered for by the Ccommission.
- e. Each gas system shall provide adequate means (telephone, etc.) whereby each customer can contact the gas system or authorized representative at all hours in cases of emergency or unscheduled interruptions of service.
- f. Each gas utility shall, upon request, give its customers such information and assistance as is reasonable and proper in order that customers may secure safe and efficient service.
- g. Notify any <u>eustomer person</u> making a complaint recorded pursuant to 103-416\_445, that the gas utility is under the jurisdiction of the <u>Ccommission and the eustomer person</u> may notify the <u>Ccommission and ORS</u> of <u>his the complaint</u>.
- h. Notify each affected customer of the possibility and degree of anticipated seasonal natural gas curtailments. Such notification shall be sent by the gas utility to its customers as soon as the gas utility becomes aware of the possible imposition of any curtailment. The Commission ORS shall be informed by the gas utility whenever such notification has been given to its customers.

# 103-431. Customer Deposits.

- A. Each gas utility may require from any customer or from any prospective customer, a deposit intended to guarantee payment of bills for service, if any of the following conditions exist:
- 1. The customer's past payment record to a gas utility shows delinquent payment practice, i.e., customer has had two consecutive 30-day arrears, or more than two non-consecutive 30-day arrears in the past 24 months, or
- 2. A new customer cannot demonstrate that he is a satisfactory credit risk by appropriate means including, but not limited to, letters of good credit from a reliable source utility, or references which may be quickly and inexpensively checked by the Company or cannot furnish an acceptable cosigner or guarantor on the same system within the state of South Carolina to guarantee payment, or up to the amount of the maximum deposit, or
- 3. A customer has no deposit and presently is delinquent in payments, i.e., has had two consecutive 30-day arrears, or more than two non-consecutive 30-day arrears in the past 24 months, or
- 4. A customer has had his service terminated for non-payment or fraudulent use.

B. Each utility shall inform each prospective customer of the provisions contained in (A) of this rule.

## 103-432. Amount of Deposit.

- A. A maximum deposit may be required up to an amount equal to an estimated two (2) months (60 days) bill for a new customer or a maximum deposit may be required up to an amount equal to the total actual bills of the highest two (2) consecutive months based on the experience of the preceding twelve (12) months or portion of the year, if on a seasonal basis.
- B. All deposits may be subject to review based on the actual experience of the customer. The amount of the deposit may be adjusted upward or downward to reflect the actual billing experience and payment habits of the customer.
- C. A schedule of deposits based upon an analysis of 60 days usage for categories of customers falling within a specified range may be <u>utilized in determining deposits</u> required by the company upon being <u>provided to the ORS</u> and filed and approved by the <u>Ccommission</u>.
- D. Special offerings may be exempt as determined ordered by the Ccommission.

## 103-433. Interest on Deposits.

- A. Simple interest on deposits at the rate of the current effective interest rate per annum prescribed by Order of the South Carolina Public Service order of the cCommission shall be paid by the gas utility to each customer required to make such deposit for the time it is held by the gas utility, provided that no interest need to be paid unless the deposit is held longer than six (6) months.
- B. The interest shall be accrued annually and payment of such interest shall be made to the customer every two (2) years or less and at the time the deposit is returned.
- C. The deposit shall cease to draw interest on the date it is returned, on the date service is terminated, or on the date notice is sent to the customer's last known address that the deposit is no longer required.

# 103-434. Deposit Records.

Each gas utility shall keep records as to show:

- a. The name and address of each depositor.
- b. The amount and date of the deposit.
- c. Each transaction concerning the deposits.

## 103-435. Deposit Receipt.

Each gas utility shall issue a receipt of deposit to each customer from whom a deposit is received and shall provide means whereby a customer may establish his claim if his receipt is lost.

# 103-436. Deposit Retention.

Deposits shall be refunded completely with interest after two years unless the customer has had two consecutive 30-day arrears, or more than two non-consecutive 30-day arrears, in the past 24 months.

# 103-437. Unclaimed Deposit.

A record of each unclaimed deposit must be maintained for at least two (2) one (1) years, during which time the gas utility shall make a reasonable effort to return the deposit. Unclaimed deposits, together with accrued interest, shall be turned over to the South Carolina Tax Commission State Treasurer as prescribed by state law.

## 103-438. Deposit Credit.

Where a customer has been required to make a guarantee deposit, this shall not relieve the customer of the obligation to pay the service bills when due. Where such deposit has been made and service has been discontinued for reason of non-payment of bill or otherwise, a gas utility shall apply the deposit of such customer toward the discharge of such account and shall as soon thereafter as practicable, refund the customer any excess of the deposit. If, however, the customer whose service has been disconnected for non-payment, pays the full amount billed within 72 hours after service has been disconnected and applies for reconnection, the gas utility may not charge an additional deposit except under the provisions of 103-432.

## 103-439. Customer Billing.

The gas utility shall bill each customer as promptly as practicable following the reading of his the meter and render a receipt of payment upon request.

- 1. New Service. Meters shall be read at the initiation and termination of any service and billing shall be based thereon.
- 2. Bill Forms. The bill shall show:
- a. The reading of the meter at the beginning and at the end of the period for which the bill is rendered.
- b. The date on which the meter was read, and the date of billing and the latest date on which it may be paid without incurring a penalty and the method of calculating such penalty.
- c. The number and kind of units metered.

- d. The applicable rate schedule, or identification of the applicable rate schedule. If the actual rates are not shown, the bill should carry a statement to the effect that the applicable rate schedule will be furnished on request.
- e. Any estimated usage shall be clearly marked with the word "estimate" or "estimated bill".
- f. Any conversions from meter reading units to billing units or any information necessary to determine billing units from recording or other devices, or any other factors, such as <del>PGA or</del> BTU adjustments, used in determining the bill. In lieu of such information on the bill, a statement must be on the bill advising that such information can be obtained by contacting the gas utility's local office.
- g. Amount for gas usage.
- h. Amount of South Carolina Sales Tax (dollars and cents).
- i. Total amount due.
- j. Number of days for which bill is rendered or beginning and ending dates for the billing period.
- 3. Late Payment Charges. A maximum charge of one and one-half percent (1 1/2 %) may be added to any unpaid balance not paid within 25 days of the billing date to cover the cost of collection and carrying accounts in arrears. This method of late-payment charge will be made in lieu of any other penalty.
- 4. Payment by Check. The gas utility, at its option for good cause, may refuse to accept a check, debit card, credit card or other electronic payment tendered as payment on a customer's account.
- 5. Charges for Discontinuance and Reconnection. Whenever service is turned off for violation of rules or regulations, non-payment of bills or fraudulent use of service, the gas utility may make a reasonable charge, to be approved by this the Commission, for the cost incurred in discontinuing the service and reconnection and require payment for service billed and for service used which has not previously been billed.
- 6. Estimated Bills. Each gas utility shall not send a customer an estimated bill except for good cause where the meter could not be read or was improperly registering. No more than one estimated bill shall be rendered within a 60 day period, unless otherwise agreed to by the customer.

## 103-440. Adjustment of Bills.

If it is found that a gas utility has directly or indirectly, by any device whatsoever, demanded, charged, collected or received from any customer a greater or less compensation for any service rendered or to be rendered by such gas utility than that prescribed in the schedules of such gas utility applicable, thereto then filed in the manner provided in Title 58 of the South Carolina

Code of Laws or if it is found that any customer has received or accepted any service from a gas utility for a compensation greater or less than that prescribed in such schedules; or if, for any reason, billing error has resulted in a greater or lesser charge than that incurred by the customer for the actual service rendered, then the method of adjustment for such overcharge or undercharge shall be as provided by the following:

- 1. Fast or Slow Meters. If the overcharge or undercharge is the result of a fast or slow meter, then the method of compensation shall be as follows:
- a. In case of a disputed account, involving the accuracy of a meter, such meter shall be tested upon request of the customer, as specified in 103-472.
- b. In the event that the meter so tested is found to have an error in registration of more than two (2) percent, the bill shall be increased or decreased accordingly, if the time at which the error first developed or occurred can be definitely determined. If such time cannot be determined, such correction shall not be made for more than six (6) months.
- 2. Customer Wilfully Overcharged. If the gas utility has wilfully overcharged any customer, except as provided for in 1 of this rule, then the method of adjustment shall be as provided in S. C. Code Ann., § 58-5-370 (1976).
- 3. Customer Inadvertently Overcharged. If the gas utility has inadvertently overcharged a customer as a result of a misapplied schedule, an error in reading the meter, a skipped meter reading, or any other human or machine error except as provided in 1 of this rule, the gas utility shall at the customer's option credit or refund the excess amount paid by that customer or credit the amount billed as prescribed by the following:
- a. If the interval during which the customer was overcharged can be determined, then the gas utility shall credit or refund the excess amount charged during that entire interval, provided that the applicable statute of limitations shall not be exceeded.
- b. If the interval during which the customer was overcharged cannot be determined then the gas utility shall credit or refund the excess amount charged during the 12 month period preceding the date when the billing error was discovered.
- c. If the exact usage and/or demand incurred by the customer during the billing periods subject to adjustment cannot be determined then the refund shall be based on an appropriate estimated usage and/or demand.
- 4. Customer Undercharged Due to Wilfully Misleading Company. If the gas utility has undercharged any customer as a result of a fraudulent or wilfully misleading action of that customer, or any such action by any person (other than the employees or agents of the company), such as tampering with, or bypassing the meter when it is evident that such tampering or bypassing occurred during the residency of that customer, or if it is evident that a customer has knowledge of being undercharged without notifying the gas utility as such, then notwithstanding 1 of this rule, the gas utility shall recover the deficient amount provided as follows:

- a. If the interval during which the customer was undercharged can be determined, then the gas utility shall collect the deficient amount incurred during that entire interval, provided that the applicable statute of limitations is not exceeded.
- b. If the interval during which the customer was undercharged cannot be determined, then the gas utility shall collect the deficient amount incurred during the 12-month period preceding the date when the billing error was discovered by the gas utility.
- c. If the usage and/or demand incurred by the customer during the billing periods subject to adjustment cannot be determined, then the adjustment shall be based on the appropriate estimated usage and/or demand.
- d. If the metering equipment has been removed or damaged, then the gas utility shall collect the estimated cost of repairing and/or replacing such equipment.
- 5. Equal Payment Plans. A gas utility may provide equal payment plans, wherein the charge for each billing period is the estimated total annual bill divided by the number of billing periods prescribed by the plan. The difference between the actual and estimated annual bill is to be resolved by one payment at the end of the equal payment plan year, unless otherwise approved by the <u>Cc</u>ommission. However, any incorrect billing under equal payment plan shall be subject to the first paragraph of this rule.
- 6. Customer Undercharged Due to Human or Machine Error. If the gas utility has undercharged any customer as a result of a misapplied schedule, an error in reading the meter, a skipped meter reading, or any human or machine error, except as provided in 1 and 2 and 4 of this rule above, then the gas utility shall recover the deficient amount as provided as follows:
  - a. If the interval during which a customer was undercharged can be determined, then the gas utility may collect the deficient amount incurred during that entire interval up to a maximum period of 12 months.
  - b. If the full interval during which a customer was undercharged cannot be determined, then the gas utility may collect only the deficient amount of that portion of the interval that can be determined up to a maximum period of 12 months.
  - c. The customer shall be allowed to pay the deficient amount, in equal installments added to the regular monthly bills, over the same number of billing periods which occurred during the interval the customer was subject to pay the deficient amount.
  - d. If the usage incurred by that customer during the billing periods subject to adjustment cannot be determined, then the adjustment shall be based on a appropriate estimated usage.

# 103-441. Applications for Service.

1. Method. Applications for service may be verbal or in writing.

- 2. Obligation. The applicant shall, at the option of the gas utility, be required to sign a service agreement or contract. In the absence of such a service agreement or contract, accepted application shall constitute a contract between the gas utility and the applicant, obligating the applicant to pay for service in accordance with the gas utility's tariff or rate schedule currently on file with the Commission and the ORS, and to comply with the Commission's and the gas utility's Rrules and Rregulations governing service supplied by the gas utility.
- 3. Termination. When a customer desires to have his service terminated, he must notify the gas utility; such notification may be verbal or in writing. The gas utility shall be allowed a reasonable period of time after receipt of such notice to take a final reading of the meter and to discontinue service.

### 103-442. Reasons for Denial or Discontinuance of Service.

Unless otherwise stated, a customer shall be allowed a reasonable time in which to correct any discrepancy which may cause discontinued service.

Service may be denied or discontinued for any of the following reasons:

- a. Without notice in the event of a condition determined by the gas utility to be hazardous or dangerous.
- b. Without notice in the event of customer use of equipment in such a manner as to adversely affect the gas utility's service to others.
- c. Without notice in the event of unauthorized or fraudulent use of gas utility service e.g.:
- 1. Misrepresentation of the customer's identity.
- 2. For reconnection of service by customer who has had service discontinued for violation of and/or non-compliance with the Commission's regulation 103-442 et seq.

# d. Tampering

After the customer has applied for and/or received service from the gas utility, he shall make every reasonable effort to prevent tampering with the meter and service lines serving his premises. A customer shall notify the gas utility, as soon as possible, of any tampering with, damage to, or removal of any equipment. Tampering with meters or with lines carrying unmetered gas and unauthorized breaking of utility's seals is prohibited by law and shall not be tolerated by the utility. Such meter tampering shall include but shall not be limited to, unassigned meters, or altered meters. Should the utility find that the meter, service line, or seals have been tampered with, the Gas Utility shall give notice to the customer of possible discontinuance of service. Service may be continued or reconnected consistent with the following:

1. A customer can stop discontinuance of service or have service reconnected by paying a

reasonable charge for an inspection (to insure proper operating conditions), a reasonable reconnect fee, and charges to compensate for any damages to the utility's facilities.

- 2. A customer's bill may be adjusted to reflect normal usage should any tampering reflect other than normal meter readings and the customer's bill may include the establishment of a deposit in accordance with the Commission's regulations 103-432 et seq.
- 3. Nothing herein shall prevent the gas utility from instituting appropriate legal actions for violations of and/or non-compliances with the Commission's regulations 103-442 et seq.
- <u>e. For violation of and/or non-compliance with the Ccommission's 103-430 et seq., governing service supplied by the gas utility.</u>
- fe. For failure of the customer to fulfill his contractual obligations for service and/or facilities subject to regulation by the fecommission.
- gf. For failure of the customer to permit the gas utility reasonable access to its equipment.
  - h g. For nonpayment of bill for service rendered provided that the gas utility has made reasonable efforts to effect collection and has complied with the provisions of R regulation 103-452.
  - <u>i h</u>. For failure of the customer to provide the gas utility with a deposit as authorized by regulation 103-431.
- $\frac{1}{2}$  i. For failure of the customer to furnish permits, certificates, and rights-of-way, as necessary in obtaining service, or in the event such permissions are withdrawn or terminated.
- kj. For failure of the customer to comply with reasonable restrictions on the use of service, provided that notice has been given to the customer and that written notice has been furnished to the Ccommission and ORS.
- 4 k. No gas utility shall be required to furnish its service or to continue its service to any applicant who, at the time of such application, is indebted or any member of his household is indebted, under an undisputed bill to such gas utility for service previously furnished such applicant or furnished any other member of the applicant's household. However, for the purposes of this regulation, the gas utility may not consider any indebtedness which was incurred by the applicant or any member of his household more than six (6) years prior to the time of application.
- $m\underline{1}$ . The gas utility may terminate a customer's service should the customer be in arrears on an account for service at another premises.
- 103-443. Insufficient Reasons for Denying Service.

The following shall not constitute cause for refusal of service to a present or prospective customer:

- a. Non-payment for services by a previous occupant of the premises to be served, unless such previous occupant shall benefit from such new service.
- b. Failure to pay for merchandise purchased from the gas utility.

# 103-444. Right of Access.

Authorized agents of the gas <u>utility\_system</u> shall have the right of access to premises supplied with gas service at reasonable hours, for the purpose of reading meters, examining facilities and pipes, <u>maintenance</u>, <u>repair</u>, observing the manner of using service and for any other purpose which is proper and necessary in the conduct of the gas <u>utility's</u> system's business.

Such agents shall, upon request of a customer, produce proper identification and shall-inform the customer of the purpose of necessary access to occupied premises, before entry except that agents performing meter reading tasks shall produce such identification and information as to purpose only when requested.

# 103-445. Customer Complaints.

A. Complaints concerning the charges, practices, facilities, or service of the gas utility, shall be investigated promptly, thoroughly and professionally by the gas utility. Each gas utility shall keep a record of all such complaints received, which record shall show the name and address of the complainant, the date and character of the complaint, and the adjustment or disposal made thereof. The gas utility shall keep such records of eustomer complaints as will enable it and ORS to review and analyze its procedures and actions.

B. Unless otherwise specified by the Commission, wWhen the Commission ORS has notified the gas utility that a complaint has been received concerning a specific account, the gas utility shall refrain from discontinuing the service of that account for the matter which is the subject of the complaint, until the Commission's ORS's investigation is completed, a period not to exceed thirty (30) days from receipt of the complaint by the Commission ORS, and the results have been received by the gas utility. Service shall not be discontinued if the complainant requests in writing a hearing before the commission within fifteen days of ORS mailing the results of the ORS investigation to the complainant.

## 103-446. Contracts Rates for Service, Rate Schedules, Rules and Regulations.

Copies of all schedules of rates for service, contracts for service which involve rates, forms of contracts for service, charges for service connections and extensions of mains, and all rules and regulations concerning the relations between the customer and gas utility, shall be filed with the Commission by each gas utility and shall be subject to prior approval by the Commission. All contracts for service between any industrial customer and any gas utility which establish or adjust rates for any industrial customer shall be filed with the Commission by each gas utility and may become effective as of the date of the contracts, unless disapproved or modified by the

Commission. Complete schedules, contract forms, rules and regulations, etc., as filed with the Commission, shall also be available for public inspection at the local offices of the gas utility.

A. Copies of all schedules of rates for service, standard charges for service connections, and of all rules and regulations covering the relations of customer and gas utility shall be: 1) on file in the local offices of the gas utility and available for inspection by the public; 2) provided to ORS by each gas utility; and 3) approved by the commission.

B. All contracts for service between any industrial customer and any gas utility which establish or adjust rates for any industrial customer shall be filed with the commission and provided to ORS by each gas utility and may become effective as of the date of the contracts, unless disapproved or modified by the commission.

## 103-447. System Which Gas Utility Must Maintain.

Each gas utility, unless specifically relieved by the <u>Cc</u>ommission from such obligation, shall operate and maintain in safe, efficient and proper conditions all of the facilities and equipment used in connection with the regulation, measurement and delivery of gas to any customer up to and including the point of delivery into the piping owned by the customer.

# 103-448. System Extensions.

When a prospective customer or customers of a gas utility makes application for service at a point not immediately adjacent to a service facility of a gas utility, and as long as the requirement for such service is reasonable, and the prospective service is in territory certificated assigned by the Commission to the gas utility, the gas utility shall render service under reasonable terms and conditions, unless otherwise authorized by the Commission.

## 103-449. Replacement of Meters.

Whenever a customer requests the replacement of the gas meter on his premises, such request shall be treated as a request for the test of such meter, and, as such, shall fall under the provisions of 103-475, Test Procedures and Accuracies, and shall be subject to the provisions of 103-472.

## 103-450. Service Entrance Changes.

Whenever a customer requests the gas utility to relocate the gas utility's service entrance, the gas utility may require reasonable charges to cover costs incurred to be paid prior to the relocation.

# 103-451. Temporary Service.

When the gas utility renders temporary service to a customer, it may require that the customer bear all cost of installing and removing the service in excess of any salvage realized.

### 103-452. Procedures for Termination of Service.

Except as provided in S.C. Code Ann. Section 58-5-1120 et seq., Pprior to the termination of gas service pursuant to <u>regulation</u> 103-442 e-m1, the following procedures shall be employed by the gas utility:

- a. Not less than ten (10) days prior to termination of service, the gas utility shall mail a notice of termination to the affected customer. The notice of termination of service shall include, as a minimum, the following information:
- 1. Address, telephone number and working hours of the person(s) to be contacted by the customer for the arrangement of a personal interview with an employee of the gas utility with the authority to accept full payment or make other payment arrangements.
- 2. The total amount owed by the customer for gas services rendered, the date and amount of the last payment and the date by which the customer must either pay in full the amount outstanding or make satisfactory arrangements for payment by installments of such amount.
- 3. The statement that service to a residential customer during the months of December through March will not be terminated where such customer, or a member of his household at the premises to which service is rendered, can furnish to the utility, no less than (3) days prior to termination of service, or to the terminating crew at time of termination, a certificate on a form provided by the utility and signed by a licensed physician, that termination of gas service would be especially dangerous to such person's health. Such certificate must be signed by the customer and state that such customer is unable to pay in full the amount of the charges due for gas service or is unable to pay by installments. A certification shall expire on the thirty-first day from the date of execution by the physician. Such certification may be renewed no more than three (3) times for an additional thirty (30) day period each. Upon renewal of the certification, the gas utility shall advise the customer that he may wish to call the local social service agency to determine what public or private assistance may be available to-him the customer.
- 4. The availability of investigation and review of any unresolved dispute by the Commission Staff ORS and include the Commission's ORS's toll free telephone number.
  - b. Not more than two (2) business days prior to termination of service, the gas utility shall make reasonable efforts either by telephone or in person to contact the customer to notify him that his service is subject to termination for non-payment. Alternatively, not more than three (3) business days prior to termination of service, the gas utility shall notify the customer by mail that he is subject to termination of service for non-payment. The gas utility shall maintain records of the efforts made to contact such customers. Termination of service may be delayed in case of inclement weather, emergencies or operational conflicts.
  - c. The gas utility shall provide for the arrangement of a deferred payment plan to enable a residential customer to make payment by installments where such customer is unable to pay the amount due for gas service. The deferred payment plan shall require the affected customer to maintain his account current and pay not less than 1/6 of the outstanding balance for a period not to exceed six months. The outstanding balance may include the late payment charge authorized by R-regulation 103-439(3). Service to such customer shall not be terminated unless the gas

utility has informed the customer that such deferred payment plan is available. Any agreement to extend or defer a payment cut off date by more than five work days is a deferred payment plan. If a customer fails to conform to the terms and conditions of such deferred payment plan, the gas utility may terminate service upon three (3) days written notice, if personally delivered, or upon five (5) days notice by mail.

- d. If a residential customer informs the utility that he is unable to make payment in full on his account or to make arrangements for the satisfaction of the balance of his account through a deferred payment plan, the gas utility shall advise the customer that he may wish to call the local social service agency to determine what public or private assistance may be available to him to the customer.
- e. The gas utility shall maintain a record of all deferred payment plans established with customer subject to termination for a period of two (2) years.
- f. The gas utility shall provide a copy of the termination notice to any third party identified by the customer upon establishment of the service account or at any time thereafter.
- g. The gas service may be terminated only on Monday through Thursday between the hours of 8:00 a.m. and 4:00 p.m., unless provisions have been made for the availability of the acceptance of payment and the reconnection of service. Gas service may not be terminated on the day preceding any day on which the gas utility's collection offices are closed, unless provisions have been made for the availability of the acceptance of payment and the reconnection of service. All employees of gas utilities assigned to terminate service shall be authorized to accept payment from customers subject to termination of service or in lieu thereof, at the utilities' option, allow such customer at least one full working day beyond the initial date set for termination the opportunity to make satisfactory arrangements on the account at the offices of the utility; provided, however, that in certain areas where it has been determined by the utility that the safety of its employees warrants it, those employees shall not be required to accept payments from customers subject to termination.

### SUBARTICLE 5

## **ENGINEERING**

103-460. Criteria for Good Engineering Practice.

The gas plant of a gas <u>utility system</u> shall be constructed, installed, maintained, and operated in accordance with good engineering practices and regulations included by reference as part of these rules to assure, as far as reasonably possible, continuity of service, uniformity in the quality of service furnished, and the safety of persons and property.

103-461. Acceptable Standards.

Unless otherwise specified ordered by the Ccommission, after hearing is requested, the gas utility system shall use the applicable provisions in the publications listed below as operational

references, where applicable, and as standards of accepted good engineering practices.

- a. The latest edition of the American Standard Code for "Gas Transmission and Distribution Piping Systems", ANSI B31.8. as referenced in the Federal Pipeline Safety Regulations.
- b. The latest edition of the American Standards Association Pamphlet, ASA Z21.30, "Installation of Gas Appliances and Gas Piping in Buildings", or the latest edition of the National Board of Fire Underwriters publication NFPA No. 54, "Piping, Appliances and Fittings for City Gas".
- c. The <del>current</del>-edition of the NFPA No. 59, "The Storage and Handling of Liquefied Petroleum Gases at Utility Gas Plants"-as referenced in the Federal Pipeline Safety Regulations.
- d. "Standard Methods of Gas Testing", Circular No. 48, National Bureau of Standards, 1961. (The applicable portions of this Circular have been substantially reproduced in the American Meter Company Handbook E-4, covering the testing of positive displacement meters).
- e. "Testing Large Capacity Rotary Gas Meters", Research Paper No. 1741, National Bureau of Standards Journal of Research, September, 1946.
- f. "Orifice Metering of Natural Gas", Report No. 3 of the AGA Gas Measurement Committee.
- g. "Standard Method of Test for Calorific Value of Gaseous Fuels by Water-Flow Calorimeter", American Society for Testing Materials, Standard D 900-55.
- h. The <del>current</del> edition of NFPA No. 59A, "Storage and Handling of Liquefied Natural Gas" <u>as</u> referenced in the Federal Pipeline Safety Regulations.

## 103-462. Acceptable References.

The following publications are considered by this Commission to be acceptable references:

- a. "Accuracy of the Recording Gas Calorimeter When Used With Gases of High BTU Content", by John H. Eisemen, National Bureau of Standards, and Elwin A. Potter, Gas Inspection Bureau of the District of Columbia, AGA Publication No. CEP-55-13.
- b. Reports prepared by the Practical Methods Committee of the Appalachian Gas Measurement Short Course, West Virginia University, as follows:
- (1) Report No. 1, "Method of Testing Large Capacity Displacement Meters".
- (2) Report No. 2, "Testing Orifice Meters".
- (3) Report No. 3, "Designing and Installing Measuring and Regulating Stations".
- (4) Report No. 4, "Useful Tables for Gas Men".

(5) Report No. 5, "Prover Room Practices".

# 103-463. Adequacy of Service.

The source of supply and transmission facilities for gas, and/or production and/or storage capacity of the gas utility's plant, supplemented by the gas supply regularly available from other sources, must to the extent reasonably practicable, be sufficiently large to meet all reasonably expectable demands for firm service, unless otherwise authorized by the Commission.

## 103-464. Inspection of Plant.

Each gas <u>utility\_system\_shall</u> adopt a program of inspection of its gas plant in order to determine the necessity for replacement and repair. The frequency of the various inspections shall be based on the gas <u>utility's</u> system's experience and accepted good practice.

# 103-465. Abandonment of Facilities Inactive Service Lines.

- 1. Service Lines. Each gas system shall conduct a study at intervals not exceeding twelve (12) twenty-four (24) months to determine the number of inactive service lines in their system and shall take necessary steps to meet the following:
- a. Inactive service lines for which there is no definite plan for future use or reasonable possibility for future use or are found to be in unsafe condition shall be physically disconnected from the gas supply at the main, purged and the open pipe ends shall be sealed.
- b. Inactive service lines for which there is a definite plan for future use or a reasonable possibility for future use may remain connected to the gas supply at the main if such lines are found to be in safe condition, provided that in addition to maintaining such lines in accordance with all other applicable requirements, such lines be monitored at intervals not exceeding twelve (12) twenty-four (24) months by leakage survey or other means adequate to detect conditions detrimental to public safety.

c. Service lines need not be purged when the volume of gas is so small that there is no potential hazard.

### **SUBARTICLE 6**

### **INSPECTION AND TESTS**

## 103-470. Utility Inspection and Tests.

A. Each gas utility shall make such tests as are prescribed under these rules with such frequency and in such manner and at such places as is herein provided or as may be approved or requested by ORS or as ordered by the Commission. Unless otherwise directed ordered by the Commission, the methods and apparatus recommended by the National Bureau of Standards in

the latest edition of its Circular No. 48, "Standard Methods of Gas Testing" may be used.

B. When the gas itself is to be tested pursuant to these rules, a "cubic foot" shall mean the quantity of gas necessary to fill a cubic foot of space when the gas is at an absolute pressure of 14.73 pounds per square inch and at a temperature of sixty (60) degrees Fahrenheit. For purposes of measurement of gas to a customer a cubic foot of gas shall be taken to be the amount of gas which occupies a volume of one cubic foot under the conditions existing in such customer's meter as and where installed.

### 103-471. Periodic Tests.

These test periods may be extended upon application to and approvaled by the Commission, or by request of a customer or gas utility to ORS, providing that the gas utility can prove by its own records that different test periods are adequate for the protection of the public. Meters may be tested and calibrated in accordance with "Sample Meter Testing Plans" approved by the Commission; and gas utilities using a "Sample Meter Testing Plan" shall continue to advise the Commission-ORS of the results of the operation of the plan.

- a. Positive Displacement Meters.
- (1) Up to 251 c.f./hr. (at .5 in. water column differential pressure with non-absorptive diaphragm)-10 years.
- (2) Up to 251 c.f./hr. (at .5 in. water column differential pressure with absorptive type diaphragm) 5 years.
- (32) 251 to 3000 c.f./hr (at .5 in. water column differential pressure)-3 years.
- (43) Over 3000 c.f./hr. (at .5 in. water column differential pressure)-2 years.
  - b. Orifice Meters. 6 Months.
  - c. Turbine Meters. 6 Months.
  - d. Base Pressure Correcting Devices. 2 Years.
  - e. Base Volume Correcting Devices. 2 Years.
  - f. Recording Pressure and Temperature Gauges. 1 Year.
  - g. Secondary Standards.
  - (1) Test Bottles, one cubic foot 5 Years.
  - (2) Dead Weight Testers including Weights 5 Years.

- h. Working Standards.
- (1) Bell Provers 5 Years.
- (2) Flow Provers 5 Years.
- (3) Transfer Provers 5 Years.
- (4) Laboratory Quality Indicating Pressure Gauges 6 Months.
- (5) Laboratory Quality Thermometers 6 Months.
- 103-472. Meter Testing on Request of Customer.
- A. Each gas utility shall, at any time when requested in writing by a customer upon reasonable notice, test the accuracy of the meter in use by <a href="https://him.the.customer.">him.the.customer.</a>
- B. No deposit or payment shall be required from the customer for such meter test except when the customer requests a meter test within one year after date of installation or of the last previous test of this meter, in which case the customer may be required by the gas utility to deposit an amount, to cover the reasonable cost of such test, as approved by the <u>Commission</u> in the gas utility's tariff or service regulation. The amount so deposited with the gas utility shall be refunded or credited to the customer if the meter is found, when tested, to register more than two percent fast or slow; otherwise the deposit shall be retained by the gas utility.
- C. A customer may request to be present when the gas utility conducts the test on his-the meter, or if he desires requested, may send a representative appointed by him. The gas utility shall honor such request.
- D. A report giving the name of the customer requesting the test; the date of the request; the location of the premises where the meter has been installed; the type, make, size and serial number of the meter; the date of removal; the date tested; and the result of the test shall be supplied to such customer within a reasonable time after the completion of the test.
- 103-473. Commission ORS Inspection and Tests.

The Commission ORS shall make tests of meters as follows:

- a. Upon request order of to the Ccommission or request to the ORS by a customer or gas utility, a test will be made of customer's meters as soon as practicable.
- b. On receipt of such request the Commission <u>ORS</u> shall notify the gas utility and the gas utility shall not remove or adjust the meter until instructed by the Commission <u>ORS</u>. The gas utility shall furnish to the Commission's <u>ORS</u>'s representative such reasonable assistance as may be required.

- c. The customer shall be notified of the test in sufficient time to allow him or his representative to be present.
- d. The Commission ORS shall make a written report of the results of the test to the customer and to the gas utility.

# 103-474. Facilities and Equipment for Testing.

- 1. General. Each gas utility shall, unless specifically excused by the Commission, provide such laboratory, meter-testing equipment and other equipment and facilities as may be necessary to make the tests required of it by these rules or other orders of the Commission or as requested by ORS. The apparatus and equipment so provided shall be subject to the approval of the Commission, and it shall be available at all times for the inspection or use of any member or authorized representative of the Commission ORS.
- 2. Meter Shop. Each gas utility shall maintain or designate a meter shop for the purpose of inspecting, testing and repairing meters. The shop shall be open for inspection by authorized representatives of the Commission ORS at all reasonable times, and the facilities and equipment, as well as the methods of measurements and testing employed, shall be subject to the approval of the Commission. The area within the meter shop used for the testing of meters shall be designed so that the meters and meter testing equipment are protected from drafts and excessive changes in temperature. The meters to be tested shall be stored in such manner that the temperature of the meters is substantially the same as the temperature of the prover.

## 3. Working Standards.

- A. Each gas utility furnishing metered gas service shall own an approved type of meter prover or designate a meter shop which is equipped with an approved type of meter prover preferably of not less than two cubic feet capacity, equipped with suitable thermometers and other necessary accessories, and it shall maintain such equipment in proper adjustment so that it shall be capable of determining the accuracy of any service meter to within one-half of one percent.
- B. Bell provers shall be so placed that they will not be subjected to drafts or excessive temperature variations.
- C. Means shall be provided to maintain the temperature of the liquid in bell provers at substantially the same level as the ambient temperature in the prover room.
- D. Each gas utility having meters which are too large for testing on a 5 cubic foot bell prover shall use a properly calibrated test meter or a properly designed flow prover for testing the large meters.
- E. The accuracy of all provers and methods of operating them will be established from time to time by a representative of the Commission ORS. All alterations, accidents, or repairs which might effect the accuracy of any meter prover or the method of operating it shall be promptly reported in writing to the Commission and the ORS.

- F. Working standards must be checked periodically by comparison with a secondary standard.
- 1. Bell provers must be checked with a cubic foot bottle which has been calibrated by the National Bureau of Standards, unless another standard is authorized by the <u>Ccommission</u>.
- 2. Transfer and Flow Provers must be checked with a bell-prover of adequate capacity which has been calibrated by representatives of the National Bureau of Standards unless another standard is authorized by the Commission.
- G. Extreme care must be exercised in the use and handling of standards to assure that their accuracy is not disturbed.
- H. Each gas utility must have properly calibrated orifices, as may be necessary, to achieve the rates of flow required to test the meters on its system.
- 4. Special Meters. Any meter, the readings or record of which is based on the differential pressure in such meter or upon the measurement of any portion of the total gas delivered to a customer, shall be tested for accuracy before being placed in service in a manner satisfactory to ORS or approved by the Ccommission.

# 103-475. Test Procedures and Accuracies.

- 1. Pre-Installation Inspection-and Tests.
- a. Every meter and/or associated metering device shall be inspected, tested and sealed in the meter shop of the gas utility before being placed in service.
- b. New or reconditioned meters which have been sealed at the factory need not be resealed in the shop of the gas utility.
- 2. Post-Removal Inspection and Tests. All meters and/or associated metering devices shall be tested after they are removed from service. Such tests shall be made before the meters and/or associated metering devices are adjusted, repaired, or retired when returned to the meter shop prior to being placed back in service.
- 3. Leak Tests. Every meter shall be leak tested prior to installation.
- a. Each new meter must have been tested by the manufacturer to a minimum of 10 p.s.i.g.
- \_b. Meters removed from service to be used for measuring low pressure gas as defined in RUG-705 shall be tested and subjected to an internal pressure of at least 20" W.C. and checked for the presence of leaks by one of the tests listed under subsection 4 below.
- e<u>b</u>. Meters removed from service <u>and returned to the meter shop to be used at pressure other than low pressure shall, prior to being placed back in service</u>, be tested and subjected to an

internal pressure of 1.1 times the specified maximum working operating pressure of the meter and checked for the presence of leaks by one of the tests listed under subsection 4 below.

- dc. Acceptable Leak Tests
  - (1) Immersion Tests.
  - (2) Soap Tests.
- (3) Pressure drop test of a type acceptable to ORS or approved by the Commission.
  - 4. Operating Pressure Limitations.
  - A. A meter may not be used at a pressure that is more than 67 percent of the manufacturer's shell test pressure.
  - B. A rebuilt or repaired tinned steel case meter may not be used at a pressure that is more than 50 percent of the pressure used to test the meter after rebuilding or repairing.
  - 5. Method of Testing. All tests to determine the accuracy of registration of any gas service meter shall be made with a suitable meter prover.

The tests of any unit of metering equipment shall consist of a comparison of its accuracy with the accuracy of a standard. The Commission ORS will use the applicable provisions of the standards listed in 103-461 as criteria of accepted good practice in testing meters.

All meters and/or associated metering devices, when tested, shall be adjusted as closely as possible to the condition of zero error. All tolerances listed below are to be interpreted as maximum permissible variations from the condition of zero error.

- a. Diaphragm, Displacement, Rotary, and Turbine Meters
- (1) Accuracy at Test Points
- | FLOW ADJUSTED TO WITHIN:
- | Check Flow (20% of rated meter capacity) 98.5%--100.5 101.0%
  - Full Flow (Equal to or in excess of operating 98.5%--100.5 101.0%
- load requirement to a maximum of 10,000 cfh)
- (2) Actual Accuracy

The accuracy as determined by averaging the results at the check and open rated flow.

# (3) Overall Accuracy

The accuracy at a check flow and the accuracy at not less than open rated flow shall agree within one percent.

### b. Orifice Meters

Accuracy at test points must be within one-half of one percent (1/2 %) plus or minus.

# c. Timing Devices

All recording type meters or associated instruments which have a timing element that serves to record the time at which the measurement occurs must be adjusted as far as practicable so that the timing element is not in error by more than plus or minus five minutes in 24 hours.

### SUBARTICLE 7

## STANDARDS AND QUALITY OF SERVICE

# 103-480. Quality of Service.

A. Each gas utility shall provide the best gas service that can be reasonably expected from the facilities of that gas utility. When the quality of gas service falls below what can be reasonably expected, the gas utility shall, as soon as practicable, provide the proper gas service.

B. All gas supplied to customers shall be substantially free of impurities which may cause corrosion of mains or piping, or form corrosive or harmful fumes when burned in a properly designed and adjusted burner.

## **103-481.** Interruption of Service.

A. Each gas utility shall make reasonable efforts to avoid interruptions of service but when interruptions occur, service shall be re-established within the shortest time practicable, consistent with safety of its employees, customers and the general public.

B. Planned interruptions shall be made at a time that will not cause unreasonable inconvenience to customers and shall be preceded by adequate notice to those who will be affected.

## 103-482. Restrictions on Use of Service.

A. The gas utility may impose reasonable restrictions on the use of service during periods of shortage of supply, excessive demand or other difficulty which jeopardizes the supply of service to any group of customers.

B. Restrictions on the use of service made necessary by the shortage of supply shall be made in conformity with the gas utility's curtailment plan approved by the Ccommission.

- C. The gas utility may impose reasonable restrictions on the use of service by customers who create conditions which prevent the gas utility from supplying satisfactory service to that customer, or to other customers.
- D. If a gas utility finds that it is necessary to restrict the use of service, it shall notify its customers, and give the Ccommission and the ORS written notice, except in emergencies, before such restriction becomes effective. Such notifications shall specify but not be limited to:
- 1. The reason for the restriction.
- 2. The nature and extent of the restriction of use by certain classes of customers, etc.
- 3. The date such restriction is to go into effect.
- 4. The probable date of termination of such restriction.

# 103-483. Special Tests.

Before permitting the initial use of gas at any location, a certificate of inspections and tests of the customer-owned piping shall be furnished the gas system by the customer or by the local inspecting authority. All such inspections and tests shall be made in accordance with applicable local codes. In the absence of a local code such inspections and tests shall be in accordance with minimum standards set forth in the latest edition of Southern Standard International Fuel Gas Code, and the customer or his contractor shall furnish—ensure the gas system—a certificate of such inspections and tests meets these standards. The gas system shall advise the customer of this requirement upon initial application for gas service. When gas is turned on by the gas system, the gas system shall take reasonable precaution to prevent potential hazards and, as a minimum precaution, shall make a check for leakage using the gas meter in accordance with a procedure at least equal to that described in the latest edition of the American Standard Installation of Gas Appliances and Gas Piping ASA Z21.30. A visual examination of gas utility—system owned exposed piping and components thereof, along with soil and vegetation conditions in the general vicinity of buried piping and components shall be conducted as a minimum precaution for the discovery of any existing or potential hazards.

## 103-484. Low Pressure Requirements. [RESERVED]

The maximum allowable operating pressure for a low pressure distribution system shall not exceed a pressure which would cause the unsafe operation of any connected and properly adjusted low pressure gas burning equipment. The gas system shall specify a standard pressure for each district, division or community served, and such pressure shall be reasonably constant within the following limits:

a. The variation in pressure at the customer's meter in any one 24-hour period shall be not greater than 4" W. C.

b. The maximum pressure shall be not greater than twice the specified pressure but in no event

greater than the pressure indicated in subsection d. below.

c. The minimum pressure shall be not less than half the specified pressure indicated in subsection d. below.

d. The absolute minimum pressures at the customer's service meter shall be within the limits established for the type of gas, except for any customer whose equipment requires and is designed for pressures in excess of the maximum pressures listed below, then the pressure shall be so regulated in accordance with practices established in RUG-502.

**MINIMUM STANDARD** 

MAXIMUM STANDARD DELIVERY PRESSURE

DELIVERY PRESSURE SHALL NOT BE LESS

TYPE OF GAS SHALL NOT EXCEED THAN

Natural Gas 12" W.C. 3" W.C.

L. P. Gas (Undiluted) 12" W.C. 9" W.C.

L. P. Air Gas 10" W.C. 4" W.C.

Manufactured & Mixed Gas 9" W.C. 3" W.C.

ALL OF 103.484 CAN BE REMOVED, THERE ARE NO LOW PRESSURE SYSTEMS IN SC.

103-485. System Pressure Monitoring.

A. Each gas system shall maintain on its distribution system in each city in which it supplies gas a sufficient number of recording devices, but not less than one, to <u>insure\_ensure\_detections</u> of abnormal system pressures. No gas system shall maintain less than two such recording pressure gauges of which one should be portable. <u>Electronic and/or remote type devices may be utilized</u> in addition to maintaining a portable pressure recording gauge.

B. Each gas system shall keep records of each test of pressures in various parts of its distribution systems. The records obtained shall include as a minimum, the date, time, and location where the pressure was taken and shall be retained for a two (2) year period. These records may be electronic with suitable back-up means, and the ability to generate a hard copy upon request of ORS.

### **SUBARTICLE 8**

#### **SAFETY**

### 103-490. General.

- A. Under the authority of S.C. Code Ann. Section 58-5-970 (1976), tThe Commission and ORS hereby adopts and enforces the Federal Minimum Safety Standards for the Transportation of Natural and Other Gas, 49 C.F.R., Section (190, Section 191, Section 192, Section 193, and Section 199,)(REMOVE) as applicable to gas systems and as may be as amended from time to time, except where otherwise authorized ordered by the Commission.
- B. Under the authority of S. C. Code Ann., § 58-5-980 (1976), the <u>Ccommission herein</u> establishes additional minimum safety standards, as noted infraas noted in the rules and <u>regulations</u>. The following list indicates those sections of the Federal Standards and <u>corresponding sections of these Rules and Regulations which effect a modification:</u>
- 1. 49 C.F.R. § 192.359. Customer Metering Installations: Operating Pressure. See, 103-475(3) and 103-475(4).
- 2. 49 C.F.R. § 192.615. Emergency Plans. See, 103-491, 103-492 and 103-494.
- 3. 49 C.F.R. § 192.623. Maximum and Minimum Allowable Operating Pressure: Low-Pressure Distribution Systems. Sec. 103-484.
- 4. 49 C.F.R. § 192.723. Distribution Systems: Leakage Surveys and Procedures. Sec. 103-493.
- 5. 49 C.F.R. § 192.727. Abandonment or Inactivation of Facilities. Sec. 103-465.
- 6. 49 C.F.R. § 192.741. Pressure Limiting and Regulating Stations: Telemetering or Recording Gauges. See, 103-485.
- 7. 49 C.F.R. Subpart J. Test Requirements. See, 103-483.
- Such modifications reflect additional requirements to those established by 49 C.F.R. § 192, and are not to be construed as deleting the existing Federal requirement.
- C. Under the authority of S. C. Code Ann., § 58-5-960 (1976), the safety standards adopted by the Ccommission apply to all gas systems within the State, including municipalities, gas authorities, public service districts and other political subdivisions of this State not subject to economic regulation by the Ccommission.
- D. As criteria of accepted good safety practice, in addition to those of 49 C.F.R.-§ 192 (1973), as amended from time to time, the Commission will use the applicable provisions of the standards listed in regulation 103-461.

### 103-491. Protective Measures.

- A. Each gas system shall exercise reasonable care to reduce the hazards to which its employees, its customers, and the general public may be subjected.
- B. The gas system shall give reasonable assistance to the Commission ORS in the investigation of the cause of accidents incidents and shall give reasonable assistance to the commission and the ORS in the determination of suitable means of preventing accidents incidents.
- C. Each gas system shall maintain a summary of all reportable accidents incidents arising from its operations.

# 103-492. Safety Program.

Each gas system shall adopt and execute a safety program, fitted to the size and type of its operations. As a minimum, the safety program should comply with the Federal Regulations: Minimum Safety Standards for the Transportation of Natural and Other Gas, 49 C.F.R., as amended from time to time.

- a. Require employees to use suitable tools and equipment in order that they may perform their work in a safe manner.
- b. Instruct employees in safe methods of performing their work.
- c. Instruct employees, who, in the course of their work are subject to the hazard of electrical shock, asphyxiation or drowning, in accepted methods of artificial respiration.
- d. Establish <u>and maintain</u> liaison with appropriate public officials including fire and police officials in anticipation of a potential emergency.
- e. Establish an educational program to enable customers and the general public to recognize and report a gas emergency to the appropriate officials.
- f. Implement and facilitate an approved drug and alcohol abuse prevention program for employees.
- g. Facilitate and follow an approved operator qualification program to ensure employees are able to perform their assigned duties.

# 103-493. Leakage.

1. General. Any notice to the gas system of a leak or odor or notification of damage to gas facilities by contractors or other outside sources reported by any source shall constitute the need for immediate action by the gas system. In the event that the response time exceeded one (1) hour, the reason should be included in the report to ORS as well as the grade level of the leak and other pertinent information.

2. Classification. Each gas system shall establish procedures for classifying and repairing leaks meeting the requirements of this section:

Grade 1--Grade 1 means a leak that represents an existing or probable hazard to persons or property and requires immediate repair or continuous action until the conditions are no longer hazardous.

Grade 2--Grade 2 means a leak that is recognized as being nonhazardous at the time of detection but requires scheduled repair based on probable future hazard.

Grade 3--Grade 3 means a leak that is nonhazardous at the time of detection and can be reasonably expected to remain nonhazardous.

3. Leakage Surveys.

All buried piping not protected against corrosion in accordance with 49 C.F.R. Section 192, Subpart I, must be subjected to instrument leakage surveys as frequently as necessary, but at intervals not exceeding twelve (12) months.

4. Vegetation Leakage Surveys.

Vegetation type leak surveys are prohibited.

103-494. Interruptions in Service.

A. Each gas system shall adopt and file with the Ccommission, for approval, and provide a copy to the ORS procedures to protect customers during periods when operating conditions require interruptions in service due to scheduled or unscheduled curtailments, line breakage, equipment malfunctions, and force majeure conditions.

B. Such procedures shall insure that adequate safety precautions are taken to prevent hazards to which gas system employees, gas system customers and the general public may be subjected.